

Record sales and profitability

Interim Report Q1/2026



Agenda

- Key takeaways
- Financial and operational update
- Strategic focus areas
- Outlook
- Summary
- Questions & Answers



Q1 2026 key takeaways

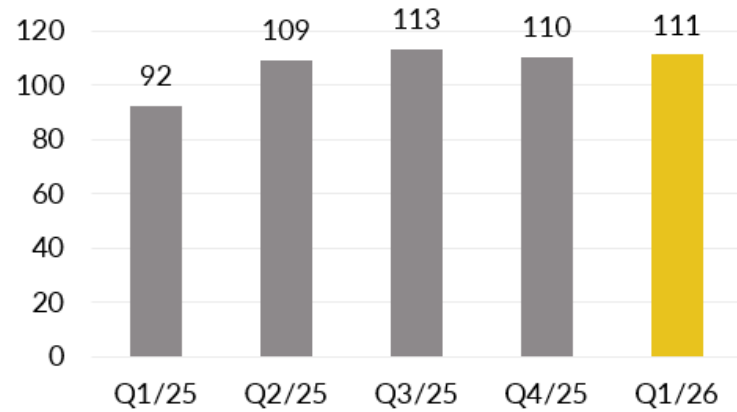
- **Net sales were at a record high** and increased by 170% to 186 MSEK (69 MSEK) driven by higher silver and gold production and prices
- **EBITDA at record high** 99 MSEK (-8). EBITDA margin at 53%
- Production of silver amounted to 200,964 ounces of silver (169,000)
- Production of silver increased slightly also Q/Q, despite the change of a mining contractor
- Gold production increased to 783 ounces (365), as we mined and processed also stopes with high gold content, but somewhat lower silver content
- During Q2/2026, we will continue partly mining stopes with higher gold grades, but lower silver content. After that, we expect the silver grade to gradually increase to 80–90 g per tonne, alongside higher mining volumes
- **Financial position strengthened substantially, which enables us the acceleration of investments**

Operational and financial update

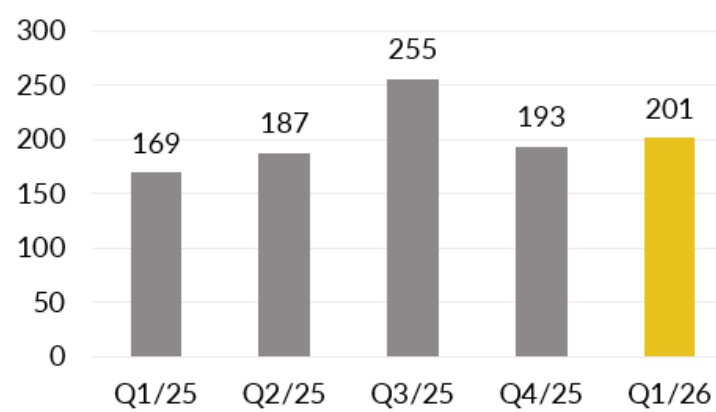


Production up Q/Q and Y/Y

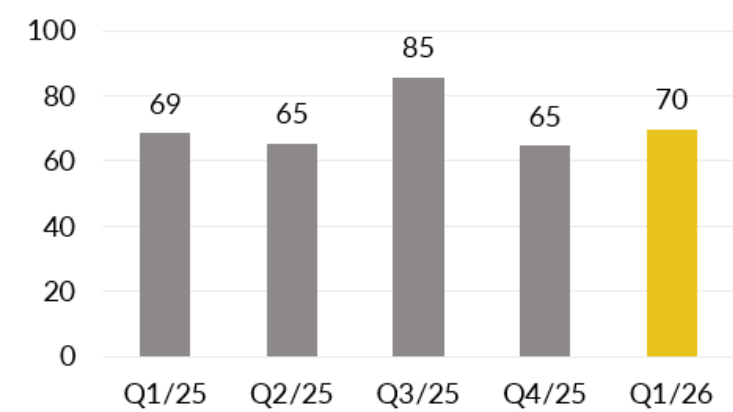
Milled ore, ktonnes



Silver production, koz



Silver head grade, g/tonne



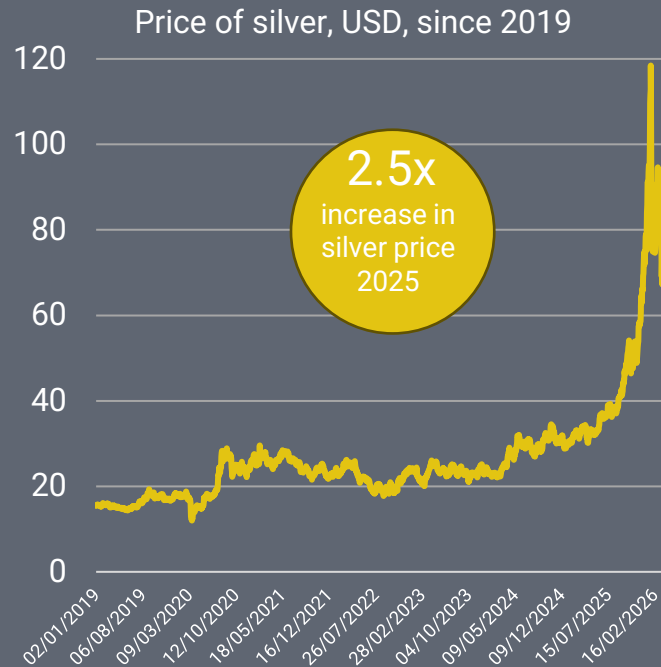
- ✓ Despite all the activities related to the change of contractor, we were able to slightly increase volumes Q/Q.
- ✓ We expect mining volumes to increase in the coming quarters.

- ✓ **Silver production** amounted to 201,000 ounces (169,000).
- ✓ During the quarter we also mined stopes where gold grade was high, but silver content somewhat lower.
- ✓ **Gold production** increased to 783 ounces (365).

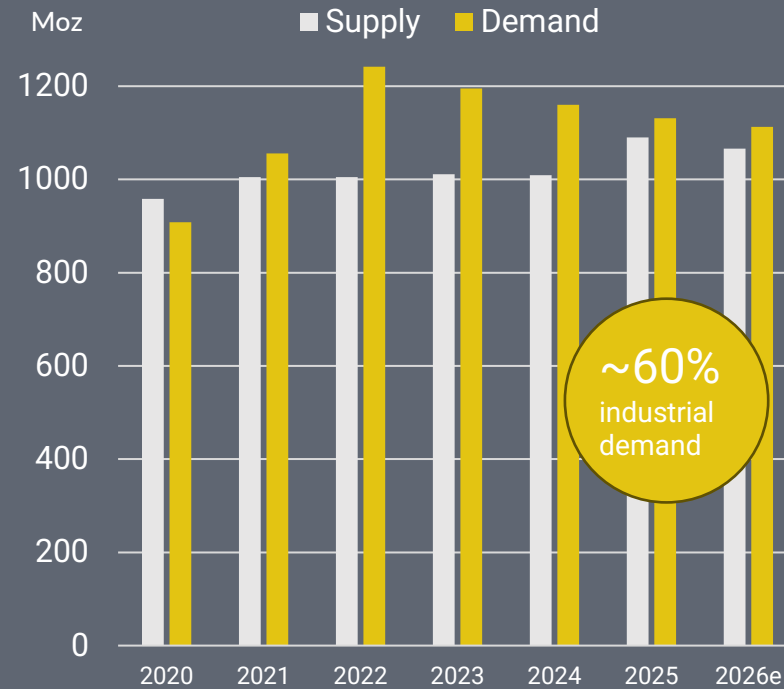
- ✓ During Q2/2026, we will continue mining stopes with higher gold grades, but lower silver content. Therefore, we expect the **silver head grade** to remain at lower level during Q2/2026, but then to consistently increase to 80-90 g/tonne.

Silver price development and expected supply and demand

Silver price has remained at a high level in 2026

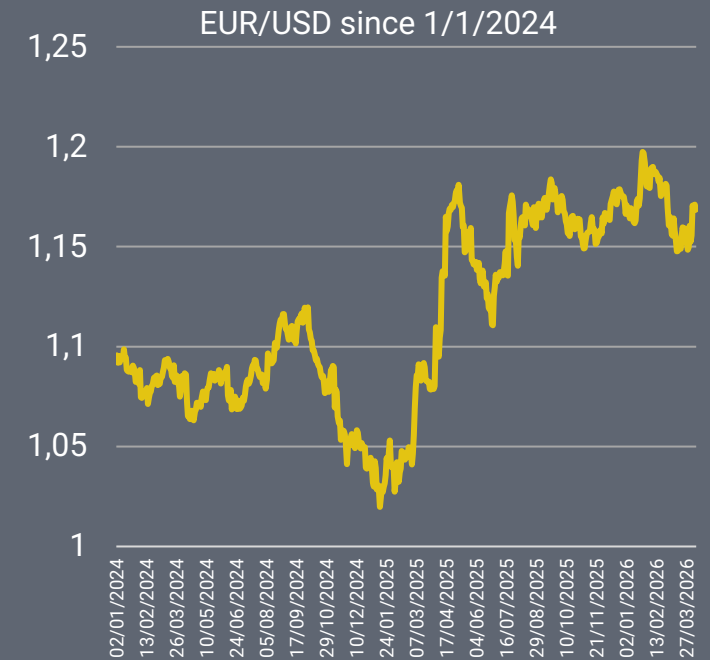


Silver demand exceeds supply



Source: Silver Institute's World Silver Survey 2026

USD relatively stable in 2026

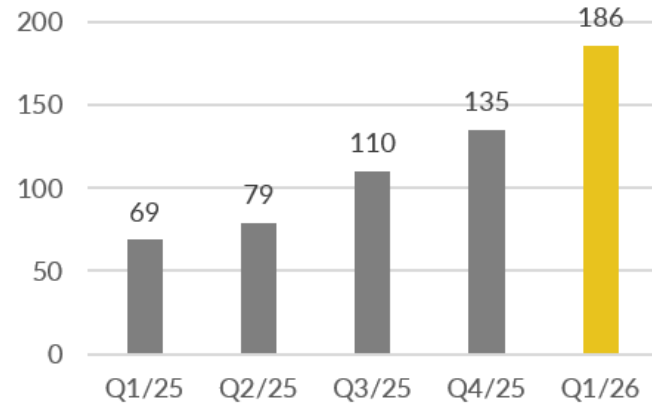


Silver price hedging policy

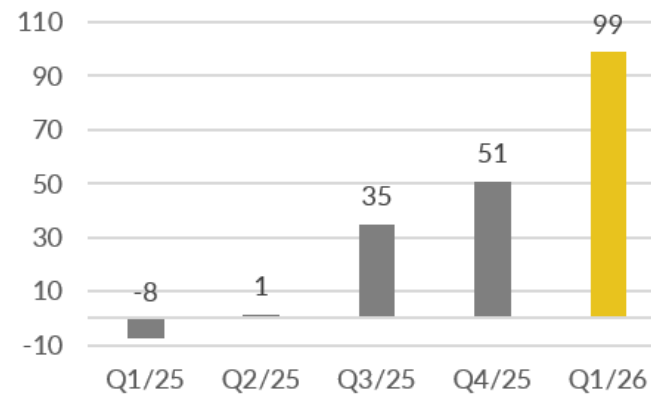


Record sales and profitability

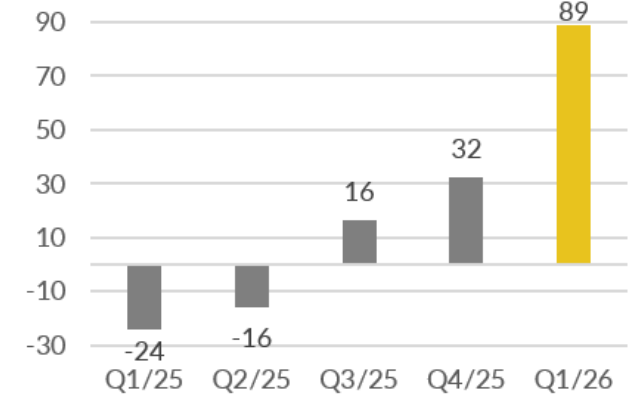
Net Sales, MSEK



EBITDA, MSEK



EBIT, MSEK



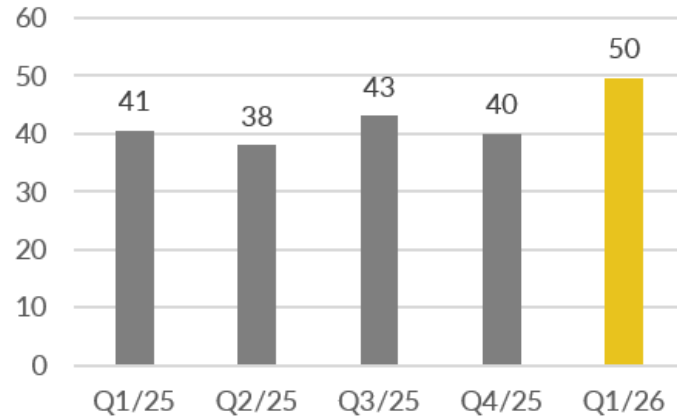
- ✓ **Net sales** increased by 170% to 186 MSEK (69 MSEK).
- ✓ Higher net sales were driven by higher volumes and positive price development of silver and gold.

- ✓ **EBITDA** increased to 99 MSEK (-8)
- ✓ **EBITDA margin** increased to 53%
- ✓ Company's profitability has improved for five consecutive quarters.

- ✓ **EBIT** increased to 89 MSEK (-24).

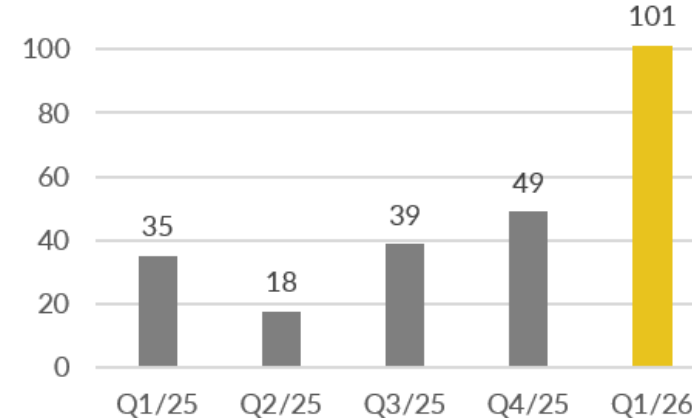
Financial position has improved significantly

Equity ratio, %



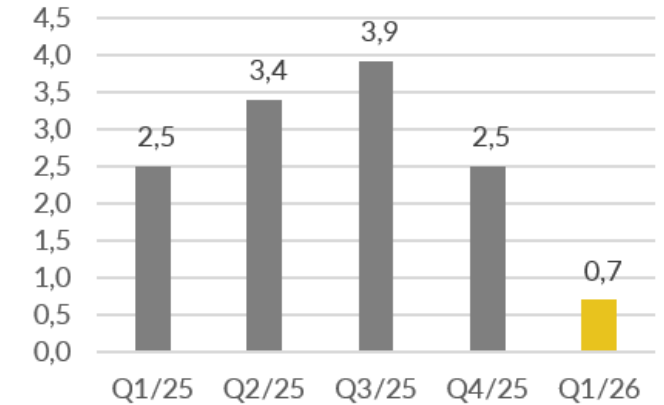
- ✓ **Equity ratio** was at 50% (41%).
 - Increases share capital (convertible loan conversions)
 - Decreased debt
 - Increased result

Cash liquidity, %



- ✓ **Cash liquidity ratio** was 101% (35%).
- ✓ Cash and cash equivalents rose from year-end by 61 MSEK and increased to 74 MSEK (1).
- ✓ Company expects cash position to improve further during 2026 driven by strong silver and gold prices.
- ✓ Improved cash flow and financial position enables the acceleration of investments.

Net debt-to-EBITDA



- ✓ **Net debt-to-EBITDA** was substantially down Q/Q, and Y/Y to 0.7 (2.5).

Strategic focus areas



Strategy

The cornerstones of Sotkamo Silver's strategy are:

Development of the existing silver mine and ensuring a solid foundation for the Company's expansion

Increase mineral resources by continuing exploration in the current mine and the Kainuu region

Responsible use of natural resources

2026 key focus areas

Underground operational performance

Acceleration of underground mine development

Exploration activities for future growth

Financing of investments

Safety

Responsible use of natural resources

Ensuring adequate mining capacity and timely execution remains the primary focus for 2026

- Underground mining performance has not been consistent enough.
- A new mining contractor started operations at the beginning of 2026. Ramping up operational performance has been as expected.
- In addition, we have invested in recruiting key personnel and launched operational development program supported by external consultants.
- The measures aim to increase silver production from the 2025 level and, on the other hand, to ensure stable higher-level production for the coming years.
- We are confident that the ongoing work and changes made will bring the needed long-term sustained improvements.

Acceleration of mine development and exploration

Accelerating investments in underground development

- Decline depth will be extended to 650 meters during 2026
- Drifting related to new mining levels prepared to ensure increasing volumes in 2026 and beyond
- Infill drilling and underground infra speeded up to provide alternative mining levels/areas for future

During H1/26 development work, the open-pit ore will be utilized to supplement underground production

Exploration potential

- Life of Mine is currently beyond 2035, and further exploration aims to increase this further
- Current mine concession has further exploration potential in depth and on west side of the currently operated area
- Additionally, we have exploration areas in Kainuu region and planning for exploring these areas is progressing

Outlook



Guidance for 2026

Guidance (given 20 February 2026) for 2026

- The Company expects to produce 0.9 -1.2 million ounces of silver
- Annual EBITDA is expected to be over 25 MEUR
- Net debt-to-EBITDA is expected to be below 1.0 at year-end

The Company's profitability is significantly affected by external factors, such as metal prices and exchange rates and internal factors like uncertainties related to ore volumes and metal grades. The prices used in the guidance for silver and gold are slightly lower than at the time of publication of the guidance (20 February 2026).

Medium-term targets

Medium-term targets until the end of year 2028

- Annual silver production of 1.4 million ounces
- Annual EBITDA margin > 30%
- Net debt-to-EBITDA < 2.0
- Performance on A-level in Towards Sustainable Mining (TSM) standard

Summary



Actions to increase production

- The key focus of the Company is in increasing production and we have taken several measures to reach this target.
- Our target is to produce 0.9 -1.2 million ounces of silver in 2026 and 1.4 million ounces medium-term.



Silver price increase

- Silver price increased significantly in 2025 and has stayed at a high level early 2026.
- High prices have significant positive effect on our profitability and investment capability.



Longer-term potential

- The mine has significant potential for at least next ten years.
- Latest Mineral Resources Estimates showed substantial growth.
- Significant potential in “West”.



Financing

- We expect the cash position to improve significantly in 2026
- This enables the acceleration of investments.

How to follow us?

- Our investor website:
<https://www.silver.fi/en/investors>
- Follow our Inderes page:
<https://www.inderes.fi/fi/yhtiot/sotkamo-silver>
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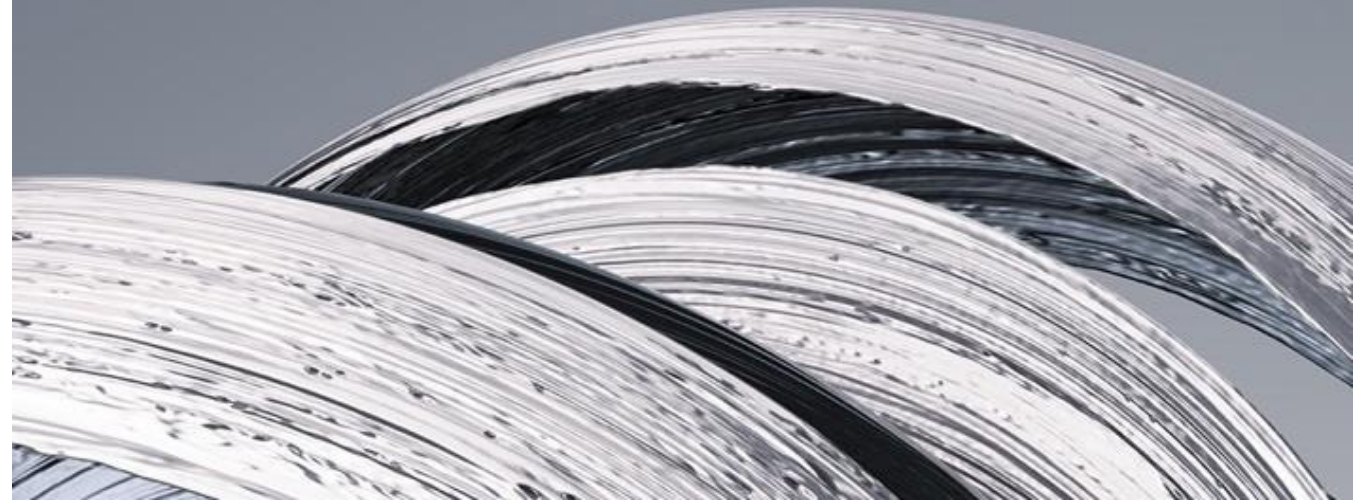
Financial calendar

31 July 2026

Q2 Interim Report

23 October 2026

Q3 Interim Report



The background of the slide is an abstract composition of thick, expressive brushstrokes in various shades of grey, black, and white. These strokes swirl and curve around the central text, creating a sense of dynamic movement and depth. The overall effect is reminiscent of traditional East Asian ink wash painting (sumi-e) applied with a broad brush.

Q&A

Key figures

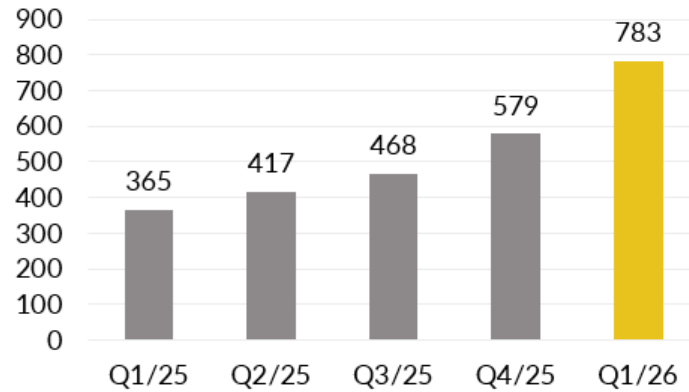
	Q1/26	Q1/25	Change, %	1-12/2025
Net sales, MSEK	186	69	170	393
EBITDA, MSEK*	99	-8		80
EBITDA margin %	53.2	-10.9		20.3
EBIT, MSEK*	89	-24		9
EBIT margin %	47.8	-34.8		2.2
Equity ratio %*	50	41	22	40
Cash liquidity %*	101	35	188	49
Net debt-to-EBITDA ratio*	0,7	2,5	-72	2.5
Personnel at the end of the period	48	49	-2	48
Silver production, koz ^{koz*}	201	169	19	804
Mill feed, kt*	111	92	20	425
Average silver grade, g/tonne*	70	69	2	71

Average silver prices and EUR/USD and EUR/SEK rates

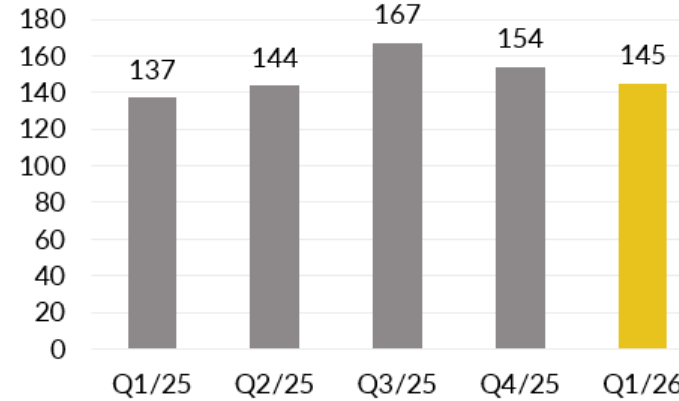
Market data			
	Q1/26	Q1/25	1-12/2025
Average silver price USD	84.3	31.9	40.0
Average EUR/USD	1.17	1.05	1.13
Average EUR/SEK	10.70	11.23	11.07

Production of gold, lead and zinc

Gold production, oz



Lead production, tonnes



Zinc production, tonnes

