

Record net sales and strong cash flow

Interim Report Q2/2026



Agenda

- Q2 highlights
- Financial and operational update
- Strategic focus areas
- Key takeaways
- Outlook
- Questions & Answers



Q2 2026 highlights

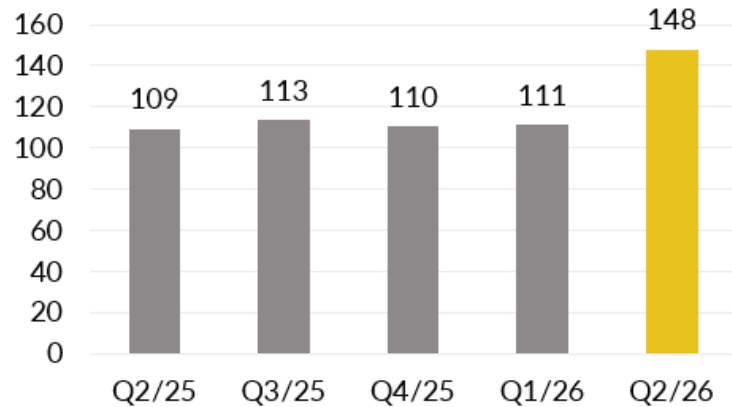
- **Net sales were at a record high** and increased by 151% to 198 MSEK (79 MSEK) driven by higher silver and gold production and prices
- **EBITDA** rose to 86 MSEK (1) and EBITDA margin strengthened to 43%
- **The measures implemented to improve operational performance have been successful** and are reflected in the results achieved
- Production of silver increased to 217,222 ounces (186,877)
- Gold production increased to 996 ounces (417), as we mined and processed also stopes with high gold content, but somewhat lower silver content
- We expect the silver **grade to consistently increase to 80–90 g per tonne** in H2 2026
- **Cash** rose from Q1 2026 by 66 MSEK and increased to 141 MSEK (1). Stronger financial position enables us the acceleration of investments
- **Positive profit warning** in May

Operational and financial update



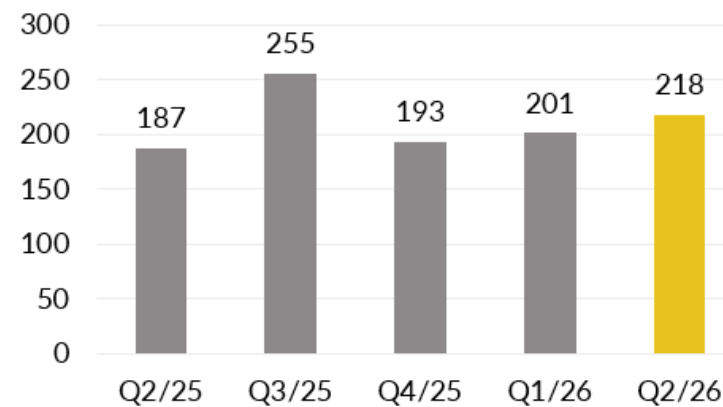
Production up Q/Q and Y/Y

Milled ore, ktonnes



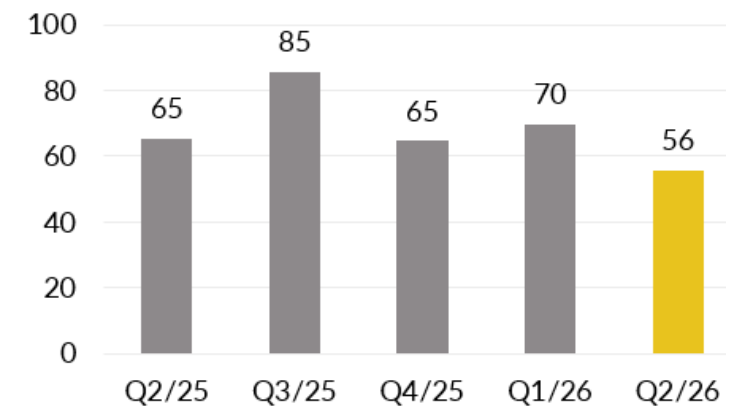
- ✓ We were able to increase volumes substantially in Q2.
- ✓ Good progress in drifting continued and decline reached targeted 595 m depth by the end of Q2 2026.

Silver production, kcoz



- ✓ **Silver production** amounted to 218,000 ounces (187,000).
- ✓ **Gold production** increased to 996 ounces (417).

Silver head grade, g/tonne



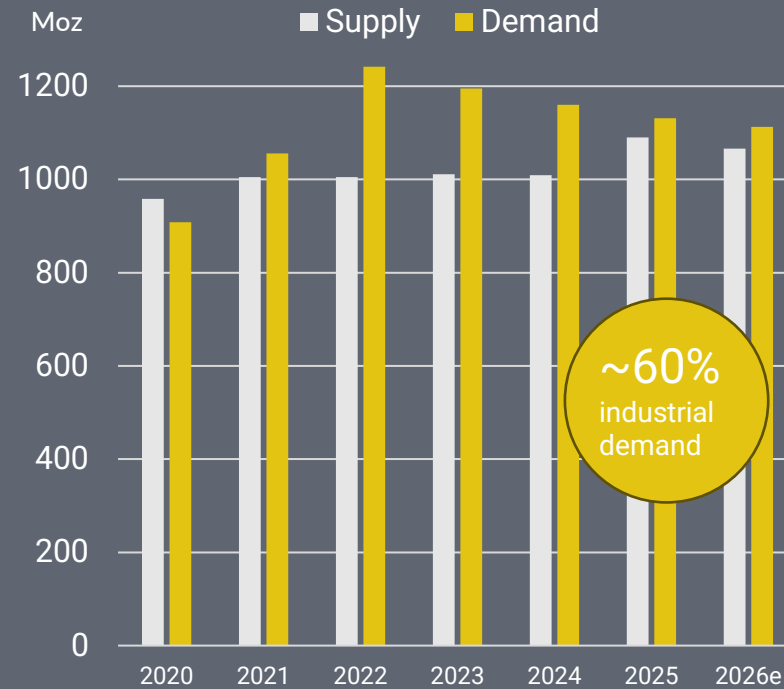
- ✓ During Q2/2026, we continued mining stopes with higher gold grades, but lower silver content.
- ✓ We expect the **silver head grade** to consistently increase to 80-90 g/tonne in H2 2026.

Silver price development and expected supply and demand

Silver price has decreased to around 60 dollar

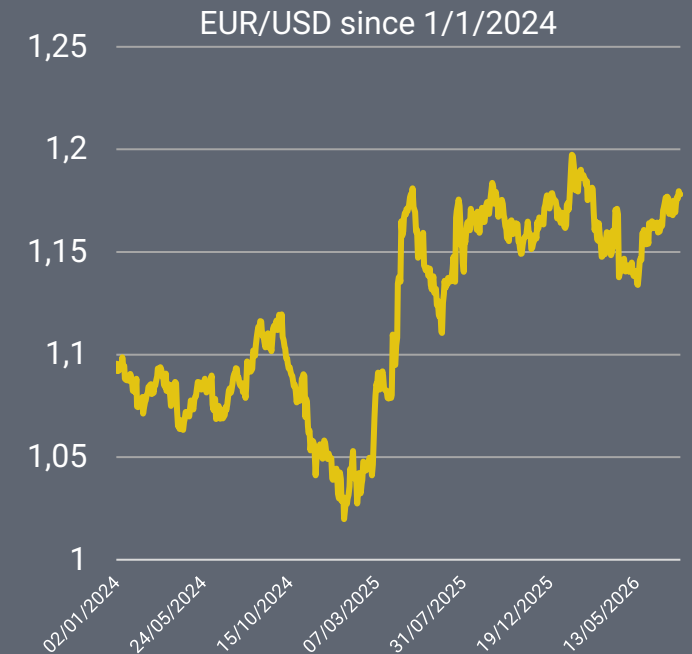


Silver demand exceeds supply



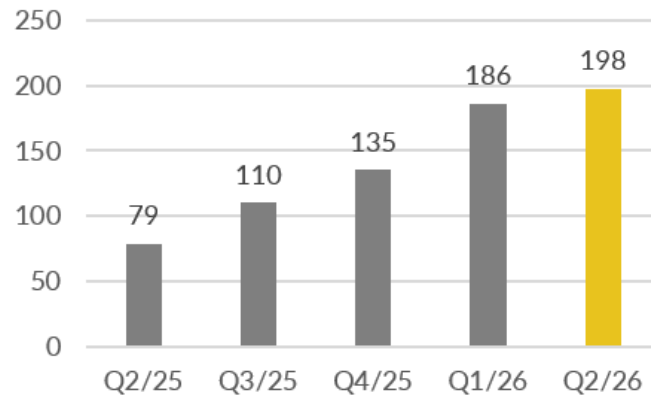
Source: Silver Institute's World Silver Survey 2026

USD relatively stable in 2026



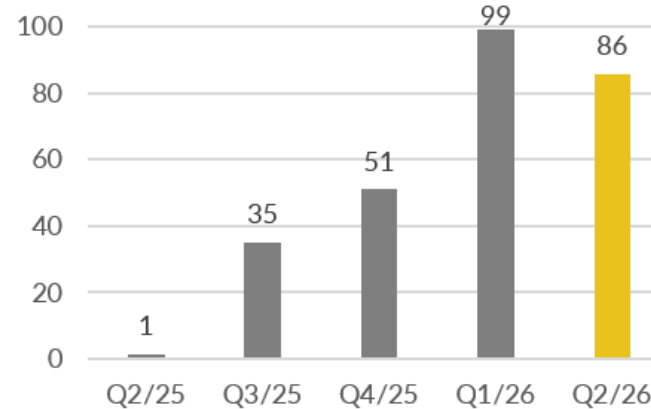
Record sales but higher costs due to accelerated mine development

Net Sales, MSEK



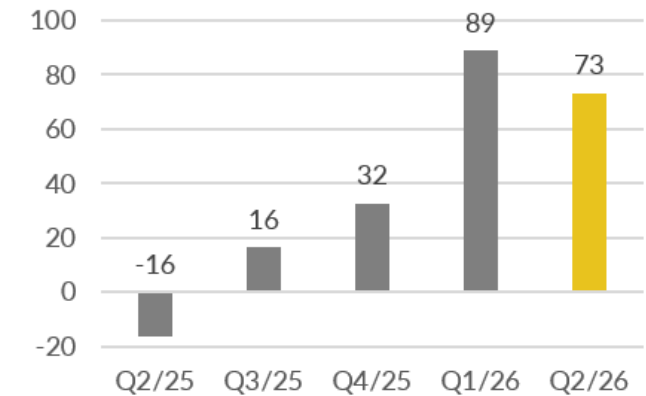
- ✓ **Net sales** increased by 151% to 198 MSEK (79 MSEK). Net sales were at a record high
- ✓ Higher net sales were driven by higher volumes and positive price development Y/Y

EBITDA, MSEK



- ✓ **EBITDA** increased to 86 MSEK (1)
- ✓ **EBITDA margin** increased to 43%
- ✓ **Mining costs** increased Y/Y and Q/Q primarily because of the achieved increase in mining volumes. Part of the costs relates to preparatory drifting and stope preparation carried out to support future ore mining.

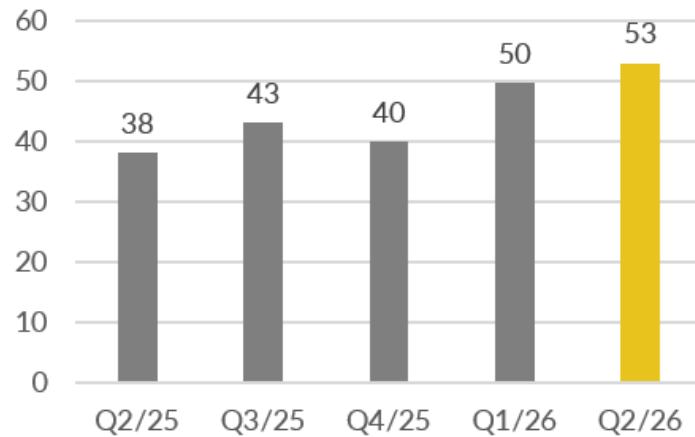
EBIT, MSEK



- ✓ **EBIT** increased to 73 MSEK (-16).

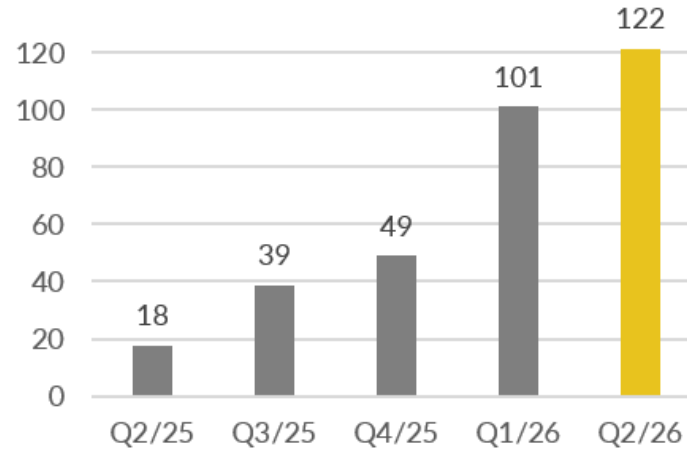
Financial position has continued to improve

Equity ratio, %



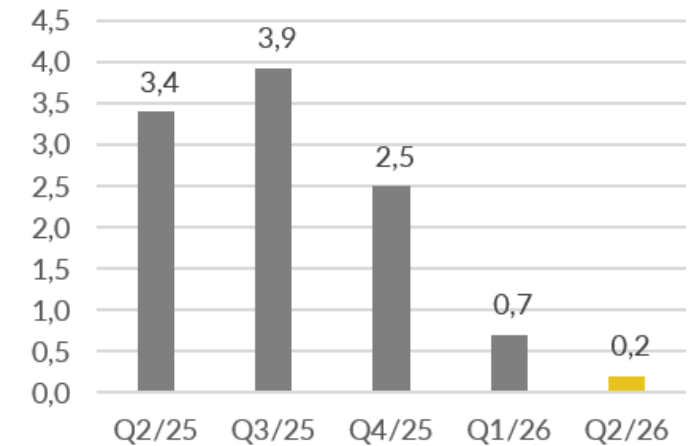
- ✓ **Equity ratio** was at 53% (38%). This was due to
 - Increased share capital (convertible loan conversions)
 - Decreased debt
 - Increased result

Cash liquidity, %



- ✓ **Cash liquidity ratio** was 122% (18%).
- ✓ Cash rose from Q1 2026 by 66 MSEK and increased to 141 MSEK (1).
- ✓ Improved cash flow and financial position enables the acceleration of investments.

Net debt-to-EBITDA



- ✓ **Net debt-to-EBITDA** was substantially down Y/Y to 0.2 (3.4).
- ✓ We expect Net debt-to-EBITDA to be below 0.1 at year-end

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

Key takeaways



Continued actions to improve operational performance

- The measures implemented have been successful and are reflected in the results achieved
- The Company's key focus remains on increasing production and improving underground operational performance.
- Mine development activities have increased both OPEX and CAPEX



Good silver price

- Silver price increased significantly in 2025 and has stayed at a good level despite the recent decline.
- High prices have significant positive effect on our profitability and investment capability.



Longer-term potential

- The life-of-mine is at least next ten years.
- Additional potential to increase the LOM in depth
- Promising potential in "West".



Strengthened financial position

- Our improved financial position enables us the acceleration of investments.

Outlook



Guidance for 2026

Guidance (given 28 May) for 2026

- The Company expects to produce 0.9 -1.2 million ounces of silver
- Annual EBITDA is expected to be over 33 MEUR
- Net debt-to-EBITDA is expected to be below 0.1 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.

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

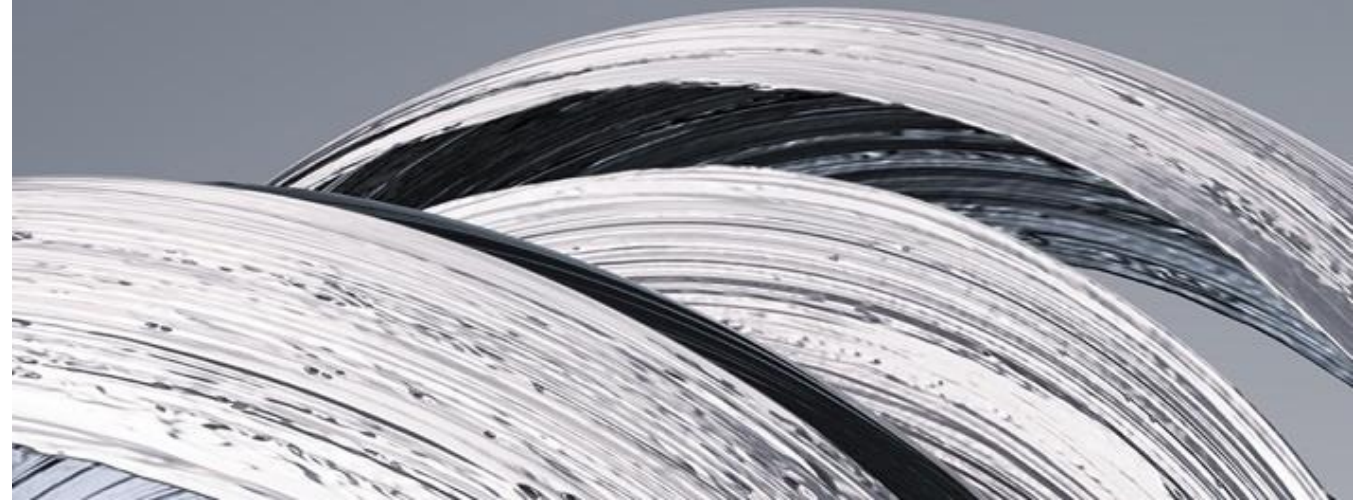
How to follow us?

- Our investor website:
<https://www.silver.fi/en/investors>
- Follow our Inderes page:
<https://www.inderes.fi/fi/yhtiot/sotkamo-silver>
- Subscribe to our releases:
<https://www.silver.fi/en/investors/press/subscribe>

Financial calendar

23 October 2026

Q3 Interim Report



The background of the slide is an abstract composition of thick, expressive brushstrokes in various shades of grey and black, swirling and looping around the central text.

Q&A

Key figures

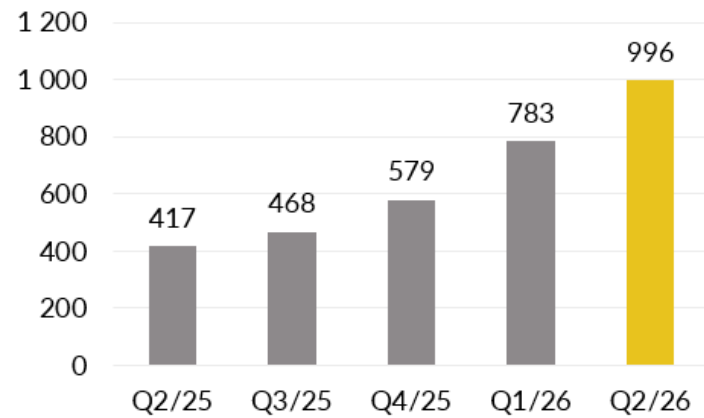
	Q2/26	Q2/25	Change, %	H1/26	H1/25	Change, %	2025
Net sales, MSEK	198	79	151	384	148	160	393
EBITDA, MSEK*	86	1		185	-6		80
EBITDA margin %	43	2		48	-4		20
EBIT, MSEK*	73	-16		162	-40		9
EBIT margin %	37	-20		42	-27		2.2
Equity ratio %*	53	38	39	53	38	39	40
Cash liquidity %*	122	18	586	122	18	586	49
Net debt-to-EBITDA ratio*	0.2	3.4	-94	0.2	3.4	-94	2.5
Personnel at the end of the period	55	52	6	55	52	6	48
Silver production, koz * ^{koz}	218	187	16	419	356	18	804
Mill feed, kt*	148	109	36	259	201	29	425
Average silver grade, g/tonne*	56	65	-15	62	67	-8	71

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

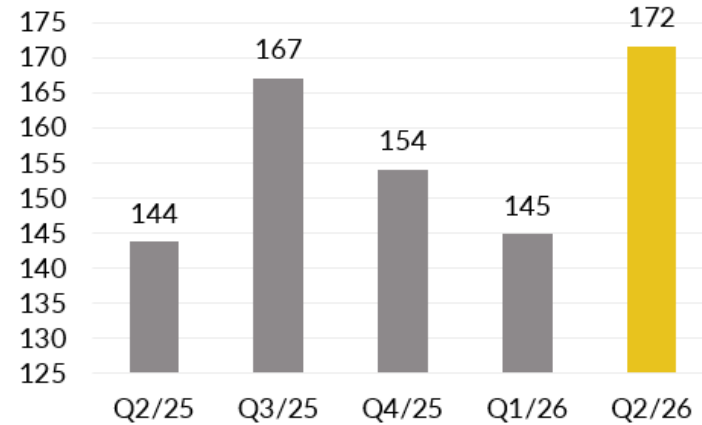
	Q2/26	Q2/25	H1/26	H1/25	2025
Average silver price USD	73.1	33.7	78.8	32.8	40.0
Average EUR/USD	1.16	1.13	1.17	1.09	1.13
Average EUR/SEK	10.89	10.95	10.79	11.10	11.07

Production of gold, lead and zinc

Gold production, oz



Lead production, tonnes



Zinc production, tonnes

