

3Q - 2025 Results

January - September



BUSINESS EVOLUTION

Report as of 09/30/2025



Q3 2025 followed the same trend as in the previous two quarters against a highly unstable geopolitical and commercial backdrop. Wars in the Middle East and Ukraine, US tariff threats and the reorientation of global trade and globalisation mean continuing uncertainty and are hindering any improvement in medium-term economic prospects.

In the European printing and writing paper market, particularly for uncoated virgin fibre (UWF) paper, the quarter remained sluggish, accentuated by the summer season. Demand was still weak, with deliveries from European UWF producers falling by 5% and imports declining slightly compared to the same period of 2024, which confirmed an approximate 7% drop in apparent demand in the region.

European UWF output was down 7.7% year-on-year, in line with capacity utilisation. Average use of installed capacity reached 83.5% during the period, down on the previous year. In this context, many companies adjusted output to adapt to the market situation. Installed capacity utilisation in Europe fell to an average of 77% during the quarter and stayed there throughout the quarter, exacerbated by the customary summer sluggishness.

Activity remained weak in August and September. In August, the impact of the summer holidays and a demand that only accepted orders on unappealing terms weighed heavily. September got off to a slow start, with limited demand even at the month-end. The supply-demand imbalance intensified competition, triggering very aggressive commercial offers and tight prices.

Faced with this situation, the Company took the decision to moderate the pace of industrial activity and preserve its position through a selective strategy, prioritising economically balanced operations, protecting margins and nurturing stable customer relationships so as to stay above unsustainable thresholds. Parallel efforts were made to protect working capital and contain inventory growth, ensuring financial solidity in the face of market developments.

The Company's Q3 occupancy rate was above the industry average. It also managed to defend the average price and offset the adverse effect of lower capacity utilisation.

On the energy front, the sharp increase in costs during Q1 moderated in the following two quarters, when the trends were more stable and relatively similar.

Energy sales revenue for January to September grew significantly (39.61%), driven both by the notable increase in prices (26.07%) and by higher production volumes (13.27%) due to the more intensive use of gas cogeneration compared to the same period of the previous year.

Gas consumption rose by 22.70% on the back of volume growth (5.33%) and, in particular, the average price increase (16.37%). Total electricity expenditure rose slightly by 4.60% due to a fall in consumption offset by the price increase. The cost of CO₂ emission allowances also increased, mainly due to higher consumption levels.

In Q3, in line with the previous quarter, the overall energy cost of production improved considerably compared to the first quarter of the year, thanks to the increased use of cogeneration and moderation in gas prices.

The market remained highly stressed, with weak demand, falling prices and heightened competition, which led to widespread margin erosion. In this scenario, the Company's commercial and production strategy, coupled with the containment of energy costs, enabled it to maintain positive results and bolster financial stability, with Q3 profit exceeding the previous two quarters.

The cumulative profit for January to September totalled **€5.30 million**, reflecting the decline in paper industry activity.

EBITDA amounted to **€15.54 million**, reflecting the general trend in the European paper market and the adjustment to regional demand.

At the same time the company continues to consolidate significant progress in its diversification strategy, aimed at expanding its presence in products with applications beyond printing and writing.

In the first nine months of the year, sales to the packaging, labelling, food and healthcare sectors registered a 10% growth compared to the same period of 2024, accounting for around one third of total revenue. Iberpapel also completed the testing and marketing phase for our new virgin fibre brown kraft paper, commencing production and sales during the quarter, a milestone that strengthens its commitment to innovation.



1. CONSOLIDATED MANAGEMENT RESULTS AT 30 SEPTEMBER 2025

Revenue totalled €165,609 thousand, decreased by (8.74)% on the same period of the previous year (09/30/2024: €181,471).

EBITDA amounted to €15,542 thousand (09/30/2024: €26,843 thousand) decreasing (42.10)%. The gross operating margin was 9.38% (09/30/2024: 14.79%).

Net Profit totalled €5,303 thousand (09/30/2025: €15,551 thousand) down (65.90)% .

2. CONSOLIDATED INCOME STATEMENT

a) Comparative income statement (thousand euro)¹

	09/30/25	09/30/24	Change %
Revenue	165,609	181,471	(8.74)%
Other income	5,658	4,358	29.83%
Revenue	171,267	185,829	(7.84)%
Changes in inventories of finished goods and work in progress	1,651	(4,200)	(139.31)%
Raw materials and consumables	(67,402)	(70,955)	(5.01)%
Staff costs	(17,835)	(18,164)	(1.81)%
Other expense	(72,138)	(65,667)	9.85%
EBITDA	15,542	26,843	(42.10)%
Depreciation/amortisation	(10,494)	(9,813)	6.94%
Impairment and profit/(loss) on fixed assets disposals	–	15	(100.00)%
EBIT	5,048	17,045	(70.38)%
Net financial income/(expense)	1,685	1,896	(11.13)%
Profit before taxes	6,733	18,941	(64.45)%
Taxes	(1,430)	(3,390)	(57.82)%
NET PROFIT	5,303	15,551	(65.90)%

b) Operating income

Cumulative revenue at 09/30/2025 totalled €165,609 thousand(09/30/2024: €181,471thousand), having fallen by a decrease of 8.74%,The most significant items are set out below:

Thousands of euros	09/30/2025	09/30/2024	Change %
Paper sales	136,621	159,458	(14.32)%
Electricity sales	27,131	19,433	39.61%
Timber sales	1,857	2,580	(27.99)%

¹ Figures in thousands of euros, so there could be slight differences in rounded totals

i. Paper sales:

Paper sales fell 14.32% during the period. Physical units sold were down by 11.64% and the selling price fell 3.19% compared to the same period of the previous year.

ii. Electricity sales

Electricity sales billings grew by 39.61% on the same period of the previous year due to increases of 26% in the selling price and 13% in volume.

iii. Timber sales

The forestry companies sold timber in Spain and Argentina for the amount of €1,857 thousand (09/30/24: €2,580 thousand).

3. CONSOLIDATED BALANCE SHEET AT 09/30/2025 AND 12/31/2024

ASSETS

	Thousand euros	09/30/25	12/31/2024
I. Property, plant and equipment		154,773	160,501
II. Biological assets		14,312	16,168
III. Other intangible assets		7,118	7,996
IV. Deferred tax assets		4,153	4,232
V. Non-current financial assets		6,332	6,137
A) NON-CURRENT ASSETS		186,688	195,034
II. Inventories		42,761	35,839
II. Trade and other receivables		37,610	54,724
IV. Cash and cash equivalents		123,688	122,082
B) CURRENT ASSETS		204,059	212,645
TOTAL ASSETS (A+B)		390,747	407,679

LIABILITIES

	Thousand euro	09/30/25	12/31/24
I. Capital		6,579	6,579
II. Retained earnings and other reserves		334,773	318,097
III. Profit/(loss) for the year		5,303	23,161
IV. <i>Less: Treasury shares</i>		(1,106)	(1,081)
V. Exchange rate differences		(12,532)	(9,978)
VI. Share premium account		2,839	8,291
IX. <i>Less: Interim dividends</i>			(5,451)
A) EQUITY		335,856	339,618
I. Bank borrowings		8,286	12,451
II. Deferred tax liabilities		362	484
III. Non-current provisions		39	130
IV. Other non-current liabilities		2,900	2,101
B) NON-CURRENT LIABILITIES		11,587	15,166
I. Bank borrowings		5,853	5,975
II. Trade and other payables		31,154	39,469
III. Provisions for other current liabilities		6,297	7,451
C) CURRENT LIABILITIES		43,304	52,895
TOTAL LIABILITIES AND EQUITY (A+B+C)		390,747	407,679

a) Biological assets

Biological assets are valued annually by the independent expert "Galtier Franco Ibérica, S.A."

The scope of this valuation spans all the biological assets owned by the Group's forestry companies in Spain and Argentina.

The valuation is performed by identifying and grouping the biological assets on the basis of physical characteristics and geographic coordinates. Each defined group of biological assets has been classified according to its qualities and sized based on quantitative characteristics so as to determine fair value less estimated point-of-sale costs. The following criteria are addressed in the valuation process: product type, species and quality; annual growth; date of planting or new shoots; felling date; degree of maturity; planting cost; disposal cost; and prices of recent market transactions, market prices of similar assets and industry benchmarks.

The valuation criteria are as follows:

Fair value hierarchy 1 under IFRS 13: Management valued mature and immature biological assets by reference to current offers in an active market.

Fair value hierarchy 2 under IFRS 13: Management valued the assets that were ready for harvesting or picking, according to the report from the independent expert "Galtier Franco Ibérica, S.A." and by reference to the selling price of standing timber in each market in which the asset is located.

Fair value hierarchy 3 under IFRS 13: Management valued assets that have not reached optimum maturity based on costs incurred. The most significant costs include the plant, preparation of the land, cultivation work, etc.

Government grants associated with a biological asset are recognised as revenue when, and only when, they are payable.

b) Bank borrowings

The Group has a net cash surplus of €(109,549) thousand at 30/09/2025 (31/12/2024: €(119,113) thousand. In the table below, at 31/12/2024 the heading "Cash, bank deposits and funds" includes €15,457 thousand relating to deposits maturing after more than three months, cash funds, as reflected under "Trade and other receivables" in current assets in the balance sheet included in this report.

Thousand euro	09/30/2025	12/31/2024
Long-term bank borrowings	8,286	12,451
Short-term bank borrowings	5,853	5,975
Total debt	14,139	18,426
(Less: Cash and cash equivalents)	(123,688)	(137,539)
Net debt	(109,549)	(119,113)
Equity	335,856	339,618
Leverage ratio	(32.62)%	(35.07)%

The following chart reflects the evolution of the Group's sound financial structure:

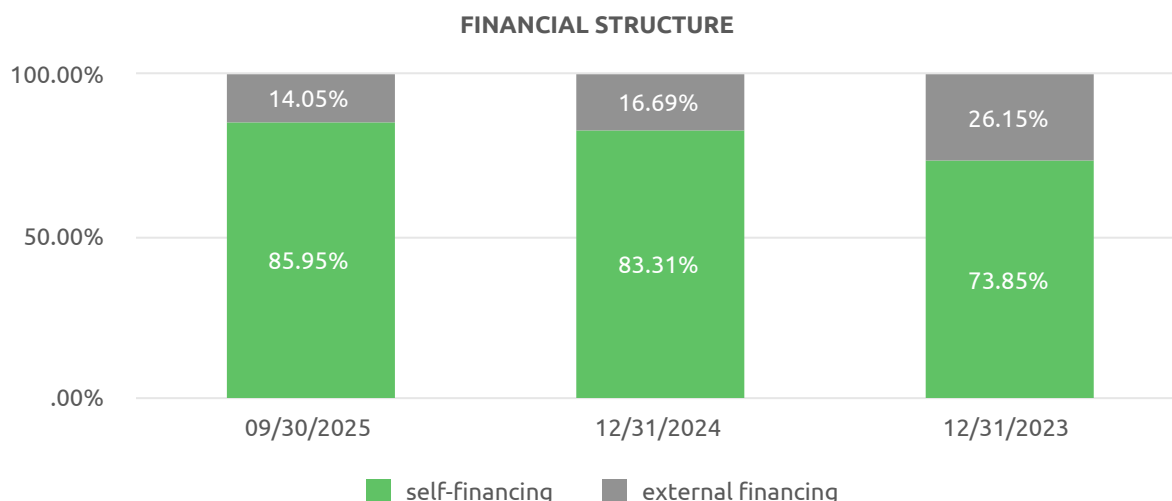


Chart I

4. ACCOUNTING POLICIES

This accounting information at September 30, 2025 has been prepared applying the International Financial Reporting Standards (IFRS) adopted for use in the European Union and approved by European Commission Regulations, IFRIC interpretations and company law applicable to companies reporting under EU-IFRS.

Figures in euros, unless otherwise indicated; any discrepancies are attributable to rounding.

Alternative performance measures (APMs) are used internally by Iberpapel Gestión, S.A.'s management and Board of Directors to make decisions and we therefore consider them to be significant for users of the financial information when assessing the Group's results and financial situation. This report reflects the unregulated APMs defined below:

ADJUSTED EBITDA ("Earnings Before Interest, Tax, Depreciation and Amortization") is an indicator measuring the company's operating results before deducting interest, taxes, impairment losses, depreciation and amortisation charges, and results from non-current assets. As it does not include financial figures, taxes, impairment, depreciation or amortisation, EBITDA is used by management to assess results and allows comparison with other industry companies.

ADJUSTED EBITDA = Operating profit – Depreciation and amortisation – Impairment losses – Profit/(loss) on disposal of non-current assets.

Thousand euros	09/30/2025	09/30/2024
Operating profit	5,048	17,045
Impairment and profit/(loss) on fixed asset disposals	–	(15)
Depreciation and amortization	10,494	9,813
Adjusted EBITDA	15,542	26,843

Gross operating margin is calculated as the quotient of the above-mentioned EBITDA indicator and revenue reflected in the Iberpapel Group's consolidated income statement.

Gross operating margin = Gross operating margin = EBITDA / Revenue.

Thousand euro	09/30/2025	09/30/2024
EBITDA	15,542	26,843
Revenue	165,609	181,471
Gross Operating Margin %	9.38%	14.79%

EBIT ("Earnings Before Interest and Taxes") is an indicator that measures the company's operating margin before deducting interest and taxes. It is used by Management to evaluate results over time, allowing comparison with other companies in the sector. EBIT is calculated like EBITDA, adding amortization.

EBIT = EBITDA - Depreciation and amortisation.

Thousand euro	09/30/2025	09/30/2024
EBITDA	15,542	26,843
Depreciations and amortisation	(10,494)	(9,813)
Impairment and profit/(loss) on fixed asset disposals	0	15
EBIT	5,048	17,045

5. FIXED ASSETS

Property, plant and equipment and intangible assets increased by €5,786 thousand to 09/30/2025

6. SHARE PRICE TREND

The Iberpapel Group's share price was €19.60 at 09/30/2025 close (12/31/2024: €17.80), entailing an increase 10.11% on the previous year-end. The value climbed to a maximum of €22,30 and fell to a minimum of €17,85. Main stock data:

Main stock data:

	09/30/2025	2024	2023
Shares admitted to trading (€M)	6.58	6.58	6.45
No. of shares (x1000)	10,964	10,964	10,750
Capitalisation (€M)	214.90	195.17	193.50
Volume traded (thousands of shares)	1,237	853	1,479
Cash value traded (€M)	24.55	15.83	24.21
Closing price (€)	19.60	17.80	18.00
Maximum price (€)	22,30 (8-May)	20,30 (12-Jun)	19,85 (11-Dec)
Minimum price (€)	17,85 (2-Jan)	17,05 (16-Feb)	13,30 (2-Jan)

Source: BME and Madrid Stock Exchange (Summary of equity trading)

Comparative stock performance at 09/30/2025

(Base 100 at 12/31/2024)



Chart II

The Iberpapel Group has a relationship with its shareholders and investors based on transparency and adequate information channels to assure a permanent flow of easily accessible information.

The website (www.iberpapel.es) is continuously updated to include all the information necessary on the Company and the Group, as well as quarterly and half-yearly results, relevant events and any other information of interest.

The Investor Relations Department is open to all queries through the website or via e-mail atencion.al.accionista@iberpapel.es

7. OTHER RELEVANT INFORMATION

27/02/2025.- The Company announces financial information for FY 2024.

20/03/2025.- The Company reports and publishes the announcement of the Annual General Meeting, which was held on 23 and 24 April, on first and second call, respectively.

25/04/2025.- The Company reports on the resolutions adopted by the General Meeting held on 24 April.

25/04/2025.- The Company reports on the Board of Directors' resolution to partially reimburse the share premium in the amount of €0.50 per share.

28/04/2025.- Q1 2025 results are announced.

30/07/2025.- H1 2025 results are announced.