



AVIA SOLUTIONS GROUP (ASG) PLC
Condensed Consolidated Interim Financial Information
For the Three-Month Period Ended 31 March 2025
(Unaudited)



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GENERAL INFORMATION

Beginning of the financial period 1 January 2025

End of the financial period 31 March 2025

Board of Directors:

Gediminas Ziemelis
Jonas Janukenas
Zilvinas Lapinskas
Linas Dovydenas
Thomas Klein
Pascal Jean Alexandre Picano

Date of registration:

10 October 2022

Registration number:

727348

Registered office:

Building 9, Vantage West
Central Park
Dublin, D18 FT0C, Ireland

Company Secretary:

HMP Secretarial Limited
Riverside One
Sir John Rogerson's Quay
Dublin, D02 X576, Ireland

Auditors:

Ernst & Young
Harcourt Centre, Harcourt Street,
Dublin 2, Ireland

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Notes	January - March	
		2025	2024
Revenue	4	533 970	508 778
Other income		977	1 109
Cost of services and goods	5	(369 164)	(360 502)
Depreciation and amortisation	4, 11	(102 318)	(81 707)
Employee related expenses		(135 165)	(115 571)
Other operating expenses	6	(37 415)	(32 188)
Decrease in the provision for impairment of financial assets	7	2 044	1 105
Decrease/(increase) in the provision for impairment of non-financial assets	7	1 807	(820)
Other gains/losses - net		(3 858)	10 448
Operating loss	4	(109 122)	(69 348)
Finance income	8	7 103	593
Finance costs	8	(36 661)	(41 744)
Finance costs – net	8	(29 558)	(41 151)
Share of profit of equity-accounted investees		-	4
Loss before income tax		(138 680)	(110 495)
Income tax credit	9	16 582	12 940
Loss for the period		(122 098)	(97 555)
Profit/loss attributable to:			
Equity holders of the parent		(123 173)	(98 636)
Non-controlling interests		1 075	1 081
		(122 098)	(97 555)

CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

	Notes	January - March	
		2025	2024
Other comprehensive income			
<i>Items that may be reclassified to profit or loss</i>			
Gain on cash flow hedges, net of tax		152	286
Exchange differences on translation of foreign operations		987	8 314
Other comprehensive income for the period		1 139	8 600
Total comprehensive income/(expense) for the period attributable to:			
Equity holders of the parent		(121 792)	(90 105)
Non-controlling interests		833	1 150
Total comprehensive income/(expense)		(120 959)	(88 955)

CONSOLIDATED BALANCE SHEET - ASSETS

	Notes	31 March 2025	31 December 2024
Non-current assets			
Property, plant and equipment	11	1 604 095	1 723 662
Investment property	11	58 938	59 644
Intangible assets	11	150 290	151 848
Investments accounted for using the equity method		359	368
Deferred tax assets		84 194	72 029
Financial assets at fair value through profit or loss	19	-	10
Non-current derivative financial instruments	19	-	6 023
Long-term bank deposits		6	362
Non-current trade and other receivables	12	114 172	134 580
		2 012 054	2 148 526
Current assets			
Inventories	15	223 859	248 835
Trade and other receivables	12	354 854	335 482
Financial assets at fair value through profit or loss	19	16	16
Contract assets		24 748	41 957
Prepaid income tax		3 563	3 123
Short-term bank deposits		924	3 616
Cash and cash equivalents	14	135 303	184 701
		743 267	817 730
Non-current assets classified as held for sale		1 830	15 399
		745 097	833 129
Total assets	4	2 757 151	2 981 655

Managing Director
Jonas Janukenas

Director
Zilvinas Lapinskas

CONSOLIDATED BALANCE SHEET – EQUITY AND LIABILITIES

	Notes	31 March 2025	31 December 2024
Equity attributable to the Group's equity shareholders			
Share capital	3	28 194	28 194
Share premium	3	10 000	10 000
Other reserves	3	1 994	1 994
Merger reserve	3	(456)	(456)
Fair value reserve	3	101	(51)
Cumulative translation differences		13 637	12 408
Retained earnings		418 805	541 978
Equity attributable to equity holders of the parent		472 275	594 067
Non-controlling interests		12 234	11 401
Total equity		484 509	605 468
Lease liabilities		910 105	1 032 356
Borrowings		312 062	320 833
Security deposits received		648	1 971
Trade and other payables	16	3 643	3 883
Provisions	13	13 498	19 890
Deferred income tax liabilities		18 780	23 879
Derivative financial instruments	19	334	-
Non-current liabilities		1 259 070	1 402 812
Trade and other payables	16	420 052	409 090
Provisions	13	47 306	50 496
Lease liabilities		282 136	310 354
Borrowings		69 749	35 866
Contract liabilities		141 184	117 020
Security deposits received		21 062	19 718
Derivative financial instruments	19	-	-
Current income tax liabilities		32 083	30 831
Current liabilities		1 013 572	973 375
Total liabilities		2 272 642	2 376 187
Total equity and liabilities	4	2 757 151	2 981 655

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Equity attributable to equity holders of the Group										
	Share capital	Share premium	Treasury shares	Merger reserve	Other reserve	Cash flow hedge reserve	Currency translation differences	Retained earnings	Total	Non-control-ling interests	Total equity
Balance at 1 January 2024	22 556	10 000	-	(456)	1 994	3 496	(9 069)	313 360	341 881	6 000	347 881
Comprehensive income											
Net gain on cash flow hedge	-	-	-	-	-	286	-	-	286	-	286
Currency translation difference	-	-	-	-	-	-	8 245	-	8 245	69	8 314
Profit/(loss) for the period	-	-	-	-	-	-	-	(98 636)	(98 636)	1 081	(97 555)
Total comprehensive income/(loss)	-	-	-	-	-	286	8 245	(98 636)	(90 105)	1 150	(88 955)
Transactions with owners											
Dividends declared	-	-	-	-	-	-	-	-	-	-	-
Allocation to share-based payment reserves	-	-	-	-	204	-	-	-	204	-	204
Total transactions with owners	-	-	-	-	204	-	-	-	204	-	204
Balance at 31 March 2024	22 556	10 000	-	(456)	2 198	3 782	(824)	214 724	251 980	7 150	259 130
Balance at 1 January 2025	28 194	10 000	-	(456)	1 994	(51)	12 408	541 978	594 067	11 401	605 468
Comprehensive income											
Net gain on cash flow hedge	-	-	-	-	-	152	-	-	152	-	152
Currency translation difference	-	-	-	-	-	-	1 229	-	1 229	(242)	987
Profit/(loss) for the period	-	-	-	-	-	-	-	(123 173)	(123 173)	1 075	(122 098)
Total comprehensive income/(loss)	-	-	-	-	-	152	1 229	(123 173)	(121 792)	833	(120 959)
Transactions with owners											
Dividends declared	-	-	-	-	-	-	-	-	-	-	-
Total transactions with owners	-	-	-	-	-	-	-	-	-	-	-
Balance at 31 March 2025	28 194	10 000	-	(456)	1 994	101	13 637	418 805	472 275	12 234	484 509

CONSOLIDATED STATEMENT OF CASH FLOWS

	Notes	January - March 2025	2024
Operating activities			
Loss for the period		(122 098)	(97 555)
Income tax expense/(credit)		(16 582)	(12 940)
<i>Adjustments for:</i>			
Depreciation and amortisation	11	102 318	81 707
Decrease in the provision for impairment of financial and non-financial assets	7	(3 851)	(285)
Interest expenses	8	35 468	29 160
Foreign exchange loss		1 148	3 824
Discounting effect on financial assets	8	(6)	1 308
Fair value (gain)/loss	8	9	7 032
Hedging initial transaction costs		1 137	-
Changes in other reserves		-	204
(Gain)/loss on property, plant and equipment disposals and write-offs		18	(8 902)
(Gain) on termination/modification of leases		(293)	(478)
Loss on sub-lease agreements		1 721	-
Interest income		(1 255)	(1 065)
Share of (profit) of associates		-	(4)
<i>Changes in operating assets and liabilities:</i>			
- Inventories		21 060	(5 613)
- Trade and other receivables, contract assets		(12 048)	(40 815)
- Security deposits placed		(1 789)	(7 138)
- Trade and other payables, advances received/contract liabilities		45 651	115 156
- Security deposits received		1 585	21 742
Cash generated from operating activities		52 193	85 338
Interest received		650	607
Interest paid		(25 054)	(24 293)
Income tax paid		(1 631)	(2 367)
Net cash generated from operating activities		26 158	59 285

The notes on pages 8 to 15 form an integral part of these financial statements.

	Notes	January -March 2025	2024
Investing activities			
Purchase of property, plant and equipment		(47 439)	(42 935)
Purchase of intangible assets		(1 302)	(1 957)
Proceeds from the disposal of property, plant and equipment and intangible assets		9 265	41
Proceeds from aircraft sale leaseback		12 077	33 240
Disposal of other investments		1	61
Loans granted		(35)	(4 437)
Repayment of loans granted		358	47
Bank deposits repaid		2 998	2 175
Purchase of subsidiaries (net of cash acquired)		-	(5 729)
Payments for financial assets at amortised cost		-	(2 830)
Net cash from used in investing activities		(24 077)	(22 324)
Financing activities			
Dividends paid		(148)	(70)
Bank borrowings received		28 516	839
Repayment of bank borrowings		(1 590)	(1 435)
Repayment of other borrowings		(2 277)	(845)
Repayment of lease liabilities		(78 083)	(50 913)
Net cash used in financing activities		(53 582)	(52 424)
Currency translation difference		(2 587)	1 883
At beginning of year		184 701	200 553
Increase/(decrease) in cash and cash equivalents		(54 088)	(13 580)
At end of period		130 613	186 973

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. Accounting policies

The consolidated interim financial information for the three-month period ended 31 March 2025 (hereinafter The Consolidated Financial Information) is prepared in accordance with the International Financial Accounting Standards, adopted by European Union, includes IAS 34 „Interim financial reporting “and the requirements of the Companies Act 2014 applicable in the Republic of Ireland. In all material respects, the same accounting principles have been followed as in the preparation of consolidated financial statements for the year ended 31 December 2024. The consolidated financial statements of the Group as at year ended 31 December 2024 are available at <https://aviasg.com/>.

The consolidated financial information is presented in thousands of euro, unless indicated otherwise.

The consolidated interim financial information for the three-month period ended 31 March 2025 is not audited. Financial statements for the year ended 31 December 2024 were audited by the independent auditor *Ernst & Young*.

2. Investments in subsidiaries and associates

The consolidated group (hereinafter the Group) consists of the Company, its subsidiaries and associates. The subsidiaries and associates are disclosed in the annual consolidated financial statements of the Group for the year ended 31 December 2024, Note 1 (pg. 18-20). Changes in Group structure during the three-month period ending 31 March 2025 are disclosed in Note 17 of these interim financial statements.

The number of full-time staff employed by the Group on 31 March 2025 amounted to 7 953 (31 December 2024: 7 664; 31 March 2024: 7 100).

3. Share capital, share premium and reserves

During March 2024, the Group entered into a Conversion and Undertaking agreement with Certares Compass S.à.r.l regarding the conversion of the preferred shares held in the Company into ordinary shares, constituting 20% ownership in the company. As of 22 April 2024, the convertible preferred shares held by Certares Compass S.à.r.l. (except for one, being the retained preferred share) have been effectively converted into ordinary shares.

As at 31 March 2025, the holding company Avia Solutions Group (ASG) PLC share capital of the company amounted to EUR 28 194 444 and consisted of 97 222 220 ordinary registered shares with a nominal value of 0.29 Euro each. All shares were fully paid up and authorised share capital is the same as issued and paid up share capital. On 31 March 2025, the share premium of the Company amounted to EUR 10 000 thousand.

As at 31 March 2025 the Group had no outstanding treasury shares (no such as at 31 December 2024 and as at 31 March 2024) which are deducted from the equity attributable to the Group's equity holders.

None of the ordinary shareholders of the Company have any special controlling rights. Rights of all ordinary shareholders are equal. One ordinary registered share of Avia Solutions Group (ASG) PLC gives one vote in the General Meeting of Shareholders.

4. Segment information

The Group is organised into business units based on the services provided, and has three operating segments:

- Logistics and Distribution Services. Segment provides services using aircraft to airline and non-airline customers using contracted capacity. This segment includes logistics services, a wide range of aircraft charter and ACMI services to cargo, passenger clients across a broad spectrum of industries, as well as aircraft sourcing and leasing services.
- Support Services. The segment is involved in providing services to airlines to support their business. This segment includes aircraft and aircraft components' maintenance services, repair, overhaul, engineering, spare parts and consumable sale, aircraft handling, passengers servicing, tickets sale and into-plane fuelling, full scope of integrated flight training and recruitment solution services.
- Unallocated. Holding, asset management, financing services, railway business and other business not related to aviation.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. The segment performance is analysed on monthly basis based on internal reports provided to the chief operating decision makers of the Group.

The accounting policies of the operating segments are the same as the Group's accounting policies described in Note 1. Segment revenue, cost and operating expenses, other income, other gain/loss and segment operating profit include transfers between operating segments. Those transfers are eliminated on consolidation.

Management analyses the activities of the Group both from geographic and business perspective. From business perspective the Management analyses the Group sales volume and operating profit (loss) based on businesses the Group is involved in (according to the Group companies' activities), referred to as segments. Operating profit (loss) is a measure of segment profit or loss for management analysis purposes. Management also regularly reviews capital investments on segment basis therefore additions to non-current assets has been separately disclosed according to each operating segment.

4. Segment information (continued)

The following table present sales to external customers, cost and operating expenses, other income, other gain/loss and operating profit information according to the Group's business segments for the three-month period ended 31 March 2025 and for the three-month period ended 31 March 2024:

Three-month period	Logistics and Distribution Services	Support Services	Unallocated	Inter-segment transactions	31 March 2025	Logistics and Distribution Services	Support Services	Unallocated	Inter-segment transactions	31 March 2024
Operations										
Revenue from contracts with external customers	320 025	197 573	16 372	-	533 970	324 594	168 302	15 882	-	508 778
Intersegment sales	1 967	10 607	9 688	(22 262)	-	1 244	9 592	8 016	(18 852)	-
Total revenue	321 992	208 180	26 060	(22 262)	533 970	325 838	177 894	23 898	(18 852)	508 778
Other income	721	126	10 040	(9 910)	977	792	182	6 794	(6 659)	1 109
Cost of services and goods	(281 418)	(92 256)	(8 433)	12 943	(369 164)	(290 363)	(73 709)	(9 118)	12 688	(360 502)
Employee related expenses	(47 843)	(81 057)	(6 701)	436	(135 165)	(37 815)	(72 240)	(5 951)	435	(115 571)
(Increase)/ decrease in the provision for impairment of financial assets	2 338	352	(10 379)	9 733	2 044	73	5 104	(376)	(3 696)	1 105
(Increase)/ decrease in the provision for impairment of non-financial assets	2 027	(217)	(3)	-	1 807	(278)	(544)	2	-	(820)
Other operating expenses	(20 637)	(12 512)	(11 420)	7 154	(37 415)	(17 264)	(10 862)	(8 481)	4 419	(32 188)
Depreciation and amortisation	(91 766)	(8 908)	(2 716)	1 072	(102 318)	(72 508)	(7 776)	(2 193)	770	(81 707)
Other gains/(losses) – net	(3 079)	(930)	183	(32)	(3 858)	11 407	(942)	(113)	96	10 448
Segment operating profit (loss)	(117 665)	12 778	(3 369)	(866)	(109 122)	(80 118)	17 107	4 462	(10 799)	(69 348)
Finance costs - net (Note 8)					(29 558)					(41 151)
Share in profit of equity-accounted investees					-					4
Profit before income tax					(138 680)					(110 495)
Income tax (Note 9)					16 582					12 940
Net profit for the period					(122 098)					(97 555)
As at 31 March:										
Segment assets	1 922 790	564 495	269 866	-	2 757 151	2 014 438	518 363	200 577	-	2 733 378
Segment liabilities	1 591 656	303 932	377 054	-	2 272 642	1 601 551	281 493	591 204	-	2 474 248

5. Cost of services and goods

	January - March	
	2025	2024
Aircraft fuel expenses	56 075	60 217
Cost of purchased services	34 576	35 893
Costs of aircraft sold	25 201	25 500
Rent of aircraft, training and other equipment and lease related services	70 377	72 191
Cost of goods purchased	39 160	32 348
Aircraft repair and maintenance costs	71 502	50 742
Subcontractors and other related expenses	49 747	53 230
Aircraft operations costs and flight related charges	17 585	25 532
Rent and maintenance of premises	4 941	4 849
	369 164	360 502

6. Other operating expenses

	January - March	
	2025	2024
Consulting expenses	6 402	6 110
Office administrative, communications and IT expenses	6 761	5 514
Insurance expenses	10 723	10 228
Transportation and related expenses	403	438
Business travel expenses	5 282	4 024
Marketing and sales expenses	2 215	1 842
VAT expenses	969	776
Other expenses	4 660	3 256
	37 415	32 188

7. Provision for impairment of financial and non-financial assets

	January - March	
	2025	2024
<i>Non-financial assets</i>		
Impairment and write-off of prepayments	(311)	(2)
Impairment and write-off of inventories	424	543
Impairment and write-off of other assets	111	-
Impairment and write-off of non-current assets	(2 031)	279
	(1 807)	820
<i>Financial assets</i>		
Impairment/(reversal of impairment) of trade receivables and contract assets	3 882	(1 130)
Impairment of other financial assets	(5 926)	25
	(2 044)	(1 105)
Total impairment-related expenses (reversal)	(3 851)	(285)

8. Finance income and costs

	January - March	
	2025	2024
Interest income on cash and cash equivalents	395	532
Foreign exchange gain on financing activities	6 488	-
Unwinding of discounted financial assets received	6	-
Other finance income	214	61
Finance income	7 103	593
Interest expenses on borrowings and lease liabilities	(35 468)	(29 160)
Foreign exchange loss on financing activities	-	(4 015)
Unwinding of discounted financial assets received	-	(1 308)
Loss from fair value change recognised in profit and loss	(9)	(7 032)
Other finance costs	(1 184)	(229)
Finance costs	(36 661)	(41 744)
Finance costs - net	(29 558)	(41 151)

9. Income tax (expenses)

	January - March	
	2025	2024
Current income tax	(3 018)	(3 547)
Deferred income tax	19 600	16 487
Total income tax credit (expense)	16 582	12 940

10. Earnings per share

The Group chose not to present the earnings per share based on IAS 33, since the ordinary shares or potential ordinary shares are not traded in a public market and the Group is not in the process of filing its financial statements with a securities commission or other regulatory body for the purpose of issuing ordinary shares in a public market.

11. Property, plant and equipment, intangible assets

	Property, plant and equipment	Intangible assets	Right of use assets	Investment property
Opening net book amount as at 1 January 2025	425 008	151 848	1 298 654	59 644
Acquisitions of subsidiaries (Note 17)	-	-	-	-
Additions	41 971	1 487	61 167	7
Disposals	(13 299)	-	-	-
Write-offs	(1 939)	-	(7 346)	-
Sub-lease / lease out	(358)	-	7 510	-
Modification/termination of the lease contracts	385	-	(70 431)	-
Reclassification	(6 608)	(24)	2 152	197
Impairment reversal	-	-	11 584	-
Cumulative currency differences	(6 358)	(1 054)	(38 148)	(408)
Depreciation (amortisation) charge	(11 885)	(1 967)	(87 964)	(502)
Closing net book amount as at 31 March 2025	426 917	150 290	1 177 178	58 938
Opening net book amount as at 1 January 2024	376 097	136 984	1 034 538	41 151
Acquisitions of subsidiaries (Note 17)	2 278	8 024	7 747	-
Additions	102 209	1 994	159 025	-
Disposals	(87 122)	-	-	-
Write-offs	(382)	-	-	-
Modification/termination of the lease contracts	-	-	89 041	-
Reclassifications	(41 760)	-	946	23 080
Impairment	-	-	-	-
Cumulative currency differences	1 941	793	19 239	602
Depreciation (amortisation) charge	(9 187)	(1 632)	(70 545)	(343)
Closing net book amount as at 31 March 2024	344 074	146 163	1 239 991	64 490

12. Trade and other receivables

	31 March 2025	31 December 2024
Trade receivables	197 300	194 538
Less: provision for impairment of trade receivables	(43 711)	(38 886)
Trade receivables – net	153 589	155 652
Prepayments	54 111	51 784
Less: provision for impairment of prepayments	(621)	(943)
Prepayments – net	53 490	50 841

	31 March 2025	31 December 2024
Other receivables	22 551	27 030
Discounting of other receivables	(6)	(7)
Less: provision for impairment of other receivables	(49)	(947)
Other receivables – net	22 496	26 076
Trade receivables from related parties	859	1 176
Less: provision for impairment of trade receivables from related parties	(4)	(9)
Trade receivables from related parties – net (Note 18)	855	1 167
Loans granted to related parties (Note 34)	27 375	27 623
Discounting of loans granted to related parties	(565)	(641)
Less: provision for impairment of loans granted to related parties	(181)	(182)
Loans granted to related parties – net	26 629	26 800
Loans granted	18 402	18 579
Discounting of loans granted	(66)	(71)
Less: provision for impairment of loans granted	(8 569)	(8 620)
Loans granted – net	9 767	9 888
Leasehold receivables	-	15 327
Less: provision for impairment of leasehold receivables	-	(5 227)
Leasehold receivables – net	-	10 100
Other receivables from related parties	10 151	9 787
Discounting of other receivables from other related parties	(105)	(117)
Less: provision for impairment of other receivables from related parties	(266)	(264)
Other receivables from related parties – net (Note 18)	9 780	9 406
VAT receivables	26 286	23 995
Deferred charges	84 334	65 204
Deferred charges to related parties (Note 18)	25	-
Security deposits placed – gross	92 893	102 658
Discounting of security deposit	(8 260)	(8 534)
Less: provision for impairment of security deposits	(3 106)	(3 223)
Security deposits – net	81 527	90 901
Security deposits to related parties – net (Note 18)	14	14
Prepayments to related parties (Note 18)	234	18
Total trade and other receivables	469 026	470 062
Less non-current portion	(114 172)	(134 580)
Current portion	354 854	335 482

12. Trade and other receivables (continued)

	31 March 2025	31 December 2024
Non-current portion of other receivables is disclosed below:		
Loans granted to related parties	25 499	25 729
Discounting of loans granted to related parties	(565)	(641)
Less: provision for impairment of loans granted to related parties	(177)	(178)
Loans granted to related parties - net	24 757	24 910
Loans granted	10 241	10 416
Discounting of loans granted	(66)	(71)
Less: provision for impairment of loans granted	(4 165)	(4 216)
Loans granted - net	6 010	6 129
Leasehold receivables	-	13 291
Less: provision for impairment of leasehold receivables	-	(4 532)
Leasehold receivables - net	-	8 759
Deferred charges	7 675	7 818
Security deposits placed - gross	71 586	84 468
Discounting of security deposit	(8 260)	(8 534)
Less: provision for impairment of security deposits	(63)	(1 270)
Security deposit - net	63 263	74 664
Security deposit to related parties - net	12	12
Other receivables	5 294	5 448
Discounting of other receivables	(6)	(7)
Less: provision for impairment of other receivables	(48)	(46)
Other receivables - net	5 240	5 395
Other receivables from related parties	7 347	7 036
Discounting of other receivables from related parties	(105)	(117)
Less: provision for impairment of other receivables from related parties	(27)	(26)
Other receivables from related parties - net	7 215	6 893
Total non-current trade and other receivables	114 172	134 580

Classification of trade and other receivables to non-financial and financial is disclosed below:

	31 March 2025	31 December 2024
Financial instruments		
Trade receivables	153 589	155 652
Trade receivables from related parties (Note 18)	855	1 167
Other receivables	22 496	26 076
Other receivables from related parties (Note 18)	9 780	9 406
Loans granted	9 767	9 888
Loans granted to related parties (Note 18)	26 629	26 800
Leasehold receivables	-	10 100
Security deposits	81 527	90 901
	304 643	329 990
Non-financial instruments		
Prepayments	53 490	50 841
VAT receivables	26 286	23 995
Deferred charges	84 334	65 204
Deferred charges to related parties (Note 18)	25	-
Security deposits to related parties (Note 18)	14	14
Prepayments to related parties (Note 18)	234	18
	164 383	140 072
Total	469 026	470 062

The revenue recognised in the three months ended 31 March 2025 related to the contract liabilities as at the beginning of the period is EUR 52 499 thousand (in the same period 2024: EUR 65 341 thousand). Revenue from performance obligations satisfied as at the beginning of the period is EUR 97 923 thousand (in the same period 2024: EUR 132 166 thousand).

13. Provisions

	31 March 2025	31 December 2024
C-check and other aircraft maintenance provisions	41 535	47 803
Legal claim provisions	8 680	10 108
Other provisions	10 589	12 475
	60 804	70 386
Less: non-current portion	(13 498)	(19 890)
Current portion	47 306	50 496
C-check and other aircraft maintenance provisions	11 760	18 403
Other provisions	1 738	1 487
Non-current portion	13 498	19 890

14. Cash and cash equivalents

	31 March 2025	31 December 2024	31 March 2024
Cash and cash equivalents	135 303	184 701	186 973
Bank overdraft	(4 690)	-	-
Total	130 613	184 701	186 973

15. Inventories

	31 March 2025	31 December 2024
Spare parts and materials – gross amount	112 122	119 479
Less: provision for impairment of inventories	(10 675)	(10 691)
Spare parts and materials	101 447	108 788
Aircraft and aircraft components – gross amount	116 383	133 086
Less: provision for impairment of aircraft	(3 690)	(3 842)
Aircraft and aircraft components	112 693	129 244
Aircraft fuel	1 684	1 299
Work in progress	176	392
Goods in transit	188	1 936
Other inventories – gross amount	7 796	7 301
Less: provision for impairment of other inventories	(125)	(125)
Other inventories	7 671	7 176
Total	223 859	248 835

16. Trade and other payables

	31 March 2025	31 December 2024
Trade payables	215 745	210 012
Accrued expenses	100 828	98 590
Salaries and social security payable	81 504	77 515
Employee benefit obligations	3 724	4 137
Amounts payables to related parties (Note 18)	339	478
Dividends payable	270	417
VAT payable	12 693	13 373
Pension reserve accrual	1 511	881
Other payables to related parties (Note 18)	182	174
Other payables	6 860	7 355
Accrued expenses to related parties (Note 18)	39	41
	423 695	412 973
Less: non-current portion	(3 643)	(3 883)
Current portion	420 052	409 090

17. Business combinations and disposals

The primary reason for all business combinations mentioned below is the Group's overall strategy to expand and diversify its operations.

Establishments, acquisitions, and disposals in 2025

During January 2025, the Group merged Aviator Airport Partner ApS to subsidiary Copenhagen Flight services, ApS.

During February 2025, the Group established new subsidiary ASG Global Services Philippines Inc..

The Group has not acquired or disposed any entities during the period.

18. Related party transactions

Related parties of the Group include entities having significant influence over the Group, parent, key management personnel of the Group and other related parties which are controlled by the ultimate beneficial owner or close members of that person's family. Entities having significant influence over the Group are Vertas Aircraft Leasing Limited (until 1 February 2024) and Vertas Cyprus LTD (until 1 February 2024), Vertas Management UAB (previously – Vertas Management AB). Parent entity – Ziemelis Holding FZ-LLC (previously Procyone FZE). Transactions with these companies are presented separately. Related parties include subsidiaries of the entities having significant influence over the Group. They are presented as other related parties.

The following transactions were carried out with related parties:

	January - March	
	2025	2024
Sales of services		
Ultimate Beneficial Owner	15	68
Entities having significant influence	4	4
Other related parties	200	139
	219	211
Sales of assets		
Other related parties	-	-
	-	-
Total sales of assets and services	219	211
Purchases of assets		
Other related parties	5	55
	5	55
Purchases of services		
Ultimate Beneficial Owner	8	-
Entities having significant influence	19	-
Other related parties	872	656
	899	656
Total purchases of assets and services	904	711
Other income & other gains	459	315
Finance and other costs	39	57

18. Related party transactions (continued)

	31 March 2025	31 December 2024
Trade receivables from related parties:		
Trade receivables from Ultimate Beneficial Owner	112	222
Trade receivables from entities having significant influence	108	103
Trade receivables from other related parties	639	851
Impairment of trade receivables from other related parties	(4)	(9)
Trade receivables from related parties – net (Note 12)	855	1 167
Loans granted to Parent	9 762	9 925
Loans granted to entities having significant influence	10 606	10 684
Loans granted to other related parties	7 007	7 014
Discounting of loans granted to other related parties	(565)	(641)
Impairment of loans granted to other related parties	(181)	(182)
Loans granted to related parties – net (Note 12)	26 629	26 800
Security deposit with lessor from related parties (Note 12)	14	14
Other receivables from Parent	2 903	2 834
Other receivables from entities having significant influence	3 665	3 487
Other receivables from other related parties	3 583	3 466
Discounting of other receivables from other related parties	(105)	(117)
Impairment of other receivables from other related parties	(266)	(264)
Other receivables from related parties – net (Note 12)	9 780	9 406
Prepayments to other related parties (Note 12)	234	18
Amount due from customers for contract work from other related parties	-	-
Deferred charges (Note 12)	25	-
	37 537	37 405
Trade and other payables to related parties		
Trade payables to entities having significant influence	7	7
Trade payables to other related parties	292	316
Trade payables to parent	40	41
Trade payables to ultimate beneficial owner	-	114
Trade payables to related parties (Note 12)	339	478
Accrued expenses to related parties	39	41
Lease liabilities	3 816	4 043
Advances received from other related parties*	7 418	7 732
Advances received from ultimate beneficial owner	-	-
Other payables to other related parties	113	102
Other payables to ultimate beneficial owner	69	72
Other payables to related parties (Note 12)	182	174
Dividends payable to other related parties	83	83
Security deposits received from other related parties	8	8
	11 885	12 559

*Advances received from related parties include advance received from joint venture AviaAM Financial Leasing China Co., Ltd amounting to EUR 7 240 thousand based on LOI for search of aircrafts.

19. Derivatives

Fair value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are recognised and measured at fair value in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its financial instruments into the three levels prescribed under the accounting standards. An explanation of each level follows underneath the table.

The following table presents the group's financial assets and financial liabilities measured and recognised at fair value at 31 March 2025 and 31 December 2024:

Recurring fair value measurements at 31 March 2025	Level 1	Level 2	Level 3
Financial assets			
Financial assets at fair value through profit or loss (FVPL)	16	-	-
Total financial assets	16	-	-
Financial liabilities			
Hedging derivatives - foreign currency interest rate swap	-	334	-
Total financial liabilities	-	334	-
Recurring fair value measurements at 31 December 2024	Level 1	Level 2	Level 3
Financial assets			
Financial assets at fair value through profit or loss (FVPL)	26	-	-
Hedging derivatives - foreign currency interest rate swap	-	6 023	-
Total financial assets	26	6 023	-
Financial liabilities			
Hedging derivatives - foreign currency interest rate swap	-	-	-
Total financial liabilities	-	-	-

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

Specific valuation techniques used to value financial instruments include:

- for foreign currency interest rate swaps – the present value of the estimated future cash flows based on observable yield curves. Additionally, the instruments' value is agreed upon with banks;
- for foreign currency forwards – the present value of future cash flows based on the forward exchange rates at the balance sheet date;

There were no transfers between levels 1, 2 and 3 for recurring fair value measurements during the period.

20. Convertible preferred shares

On 15 December 2021 the Group issued non-voting convertible preferred shares amounting to EUR 300 million. The key terms of the convertible preferred shares are:

- Dividend rights. Preferred shares are with a fixed dividend of 8% per annum, which is accrued (i.e., not payable in cash). After the fourth year, the dividend rate will increase by 1% per year;
- Conversion feature and liquidation preferences. Upon a qualified liquidity event, the convertible preferred shares are mandatorily converted into a variable number of ordinary shares. The variable number of shares depends on the outcome of share price at liquidity event date;

Redemption option. The Group may redeem the preferred shares (including accrued dividends) after 1 year based on trailing 12 months EBITDA, however the preferred shares investor at their sole discretion would be able to convert into 20% of Group's common equity.

Based on IFRS accounting requirements they are classified as a financial liability, since the preferred shares do not pass the "fixed-for-fixed" test (i.e., instrument to be settled by the issuer delivering a fixed number of its own equity instruments in exchange for a fixed amount of cash) and therefore do not meet the definition of equity instrument. The preferred shares are a senior security to all existing common equity of the Company but junior to the Group existing debt and senior bonds.

The preferred shares include embedded conversion options and the Group irrevocably designated the entire instrument to be measured at FVTPL, except for change in fair value due to change in own credit risk, which is accounted in OCI. In general, the fair value measurement is within level 3 of the fair value hierarchy due to unobservable inputs.

The movement of the convertible preferred shares is set out as below:

Convertible preferred shares	2025	2024
Opening balance 1 January	-	352 576
Change in fair value recognised in profit or loss (Note 8)	-	7 032
Change in fair value recognised in OCI (own credit risk)	-	-
Conversion of preferred shares to ordinary shares	-	-
Closing balance 31 March	-	359 608

During March 2024, the Group entered into a conversion and undertaking agreement with Certares Compass S.à r.l regarding the conversion of the preferred shares held in the Company into ordinary shares, constituting 20% ownership in the Company. As of 22 April 2024, the convertible preferred shares held by Certares Compass S.à r.l. (except for one, being the retained preferred share) have been effectively converted into ordinary shares.

21. Events after the reporting date

No significant events have occurred after the reporting date that would require any adjustments or disclosures in these financial statements.