

**Tempo Beverages Ltd.  
and its Subsidiaries**

**Condensed Consolidated Interim  
Financial Statements**

**As of March 31, 2026**

**Condensed Consolidated Interim Financial Statements  
For the Period Ended March 31, 2026 (Unaudited)**

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**Condensed Consolidated Interim Statement of Financial Position**

(In Thousands of New Israeli Shekels)

**Reported Amounts**

	<b>March 31 2026</b>	<b>March 31 2025</b>	<b>December 31 (* 2025)</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>(Audited)</b>
<b>Current assets</b>			
Cash and cash equivalents	26,179	36,229	48,958
Trade receivables	586,267	522,712	537,062
Other receivables	68,857	57,874	54,479
Derivatives instruments	1,335	5,321	301
Inventory	489,637	471,787	532,672
Current tax assets	4,417	4,126	3,857
<b>Total current assets</b>	<b>1,176,692</b>	<b>1,098,049</b>	<b>1,177,329</b>
Long-term loans and receivables	23,919	23,740	24,458
Fixed assets	1,022,331	884,976	1,026,681
Intangible assets	265,328	110,236	269,374
Investments in equity accounted investees companies	84,882	78,017	84,525
Investments measured at fair value	16,602	15,692	16,581
Inventory in process	4,324	5,624	4,324
Deferred tax assets	13,921	12,989	13,918
<b>Total long-term assets</b>	<b>1,431,307</b>	<b>1,131,274</b>	<b>1,439,861</b>
<b>Total assets</b>	<b>2,607,999</b>	<b>2,229,323</b>	<b>2,617,190</b>

(\*) Restated retrospectively due to business combinations

**Condensed Consolidated Interim Statement of Financial Position (cont'd)**(In Thousands of New Israeli Shekels)  
Reported Amounts

	<u>March 31</u> <u>2026</u> <u>(Unaudited)</u>	<u>March 31</u> <u>2025</u> <u>(Unaudited)</u>	<u>December 31</u> <u>(*) 2025</u> <u>(Audited)</u>
<b>Current Liabilities</b>			
Short-term credit from banks and others	539,145	411,990	500,176
Trade payables	395,607	358,405	420,697
Other payables	221,474	216,449	156,025
Derivatives instruments	7,153	1,767	8,599
Current maturities of debentures	22,220	22,220	22,571
Current maturities of liabilities in respect of leasing	50,688	46,270	48,175
Current taxes liabilities	2,239	2,230	37,105
<b>Total current liabilities</b>	<u>1,238,526</u>	<u>1,059,331</u>	<u>1,193,348</u>
Liabilities to banking institutions	71,162	4,806	71,958
Other Long-term liabilities	118,459	2,857	112,099
Long-term liabilities in respect of leasing	159,115	145,867	157,629
Debentures	44,169	66,199	66,346
Deferred tax liabilities	58,892	70,883	57,769
Employee benefits	8,746	7,159	8,151
<b>Total non-current liabilities</b>	<u>460,543</u>	<u>297,771</u>	<u>473,952</u>
<b>Total liabilities</b>	<u>1,699,069</u>	<u>1,357,102</u>	<u>1,667,300</u>
<b>Equity</b>			
<b>Non-controlling interest</b>	<u>1,171</u>	<u>1,041</u>	<u>1,103</u>
Share capital	1	1	1
Share premium	147,334	147,334	147,334
Capital reserves	(26,082)	3,614	(22,427)
Retained earnings	786,506	720,231	823,879
<b>Total equity attributable to equity holders of the parent company</b>	<u>907,759</u>	<u>871,180</u>	<u>948,787</u>
<b>Total equity</b>	<u>908,930</u>	<u>872,221</u>	<u>949,890</u>
<b>Total liabilities and equity</b>	<u>2,607,999</u>	<u>2,229,323</u>	<u>2,617,190</u>

(\*) Restated retrospectively due to business combinations

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**Jacques Beer**  
Chairman of the Board

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**Daniel Beer**  
CEO

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**Amir Bornstien**  
Deputy Chairman of the Board

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**Eyal Tregerman**  
CFO

Date financial statements confirmed: May 27, 2026

**Condensed Consolidated Interim Statement of Operation**

(In Thousands of New Israeli Shekels)

**Reported Amounts**

	For the three months ended		For the
	March 31		year ended
	2026	2025	December 31
	(Unaudited)	(Unaudited)	(Audited)
Revenues from sales, net	658,447	604,108	2,804,127
Cost of sales	433,391	410,363	1,863,078
<b>Gross profit</b>	<b>225,056</b>	193,745	941,049
Selling and marketing expenses	(126,306)	(118,505)	(545,866)
General and administrative expenses	(39,545)	(34,134)	(145,955)
Other income	429	248	740
Other expenses	(8,727)	(866)	(5,816)
<b>Operating profit</b>	<b>50,907</b>	40,488	244,152
Financing income	4,558	6,801	7,371
Financing expenses	(24,168)	(12,276)	(78,063)
<b>Financing expenses, net</b>	<b>(19,610)</b>	(5,475)	(70,692)
Share of profits (losses) of equity accounted investees	315	(675)	346
<b>Profit before taxes on income</b>	<b>31,612</b>	34,338	173,806
Tax on income	(8,715)	(9,121)	(44,789)
<b>Profit for the period</b>	<b>22,897</b>	25,217	129,017
<b>Attributable to:</b>			
Equity holders of the Company	22,829	25,216	128,954
Non-controlling interest	68	1	63
	<b>22,897</b>	25,217	129,017

**Condensed Consolidated Interim Statement of comprehensive Income**

(In Thousands of New Israeli Shekels)

**Reported Amounts**

	For the three months ended		For the
	March 31		year ended
	2026	2025	December 31
	(Unaudited)	(Unaudited)	(Audited)
Profit for the period	<u>22,897</u>	<u>25,217</u>	<u>129,017</u>
<b>Components of the other comprehensive income after initial recognition were or will be carried to profit and loss:</b>			
Foreign currency translation differences in respect of foreign operations	(4,717)	3,720	(26,664)
Hedging of an investment in foreign operation	1,062	-	4,343
<b>Components of the other comprehensive income not carried to profit and loss:</b>			
Actuarial gains (losses) from defined benefit plan, net of tax	<u>(202)</u>	<u>20</u>	<u>(70)</u>
Other comprehensive gains (loss), net of tax	<u>(3,857)</u>	<u>3,740</u>	<u>(22,391)</u>
<b>Total comprehensive income for the period</b>	<u><b>19,040</b></u>	<u><b>28,957</b></u>	<u><b>106,626</b></u>
<b>Comprehensive income attributable to:</b>			
Equity holders of the Company	<u>18,972</u>	<u>28,956</u>	<u>106,563</u>
Non-controlling interests	<u>68</u>	<u>1</u>	<u>63</u>
<b>Total comprehensive income for the period</b>	<u><b>19,040</b></u>	<u><b>28,957</b></u>	<u><b>106,626</b></u>

**Condensed Consolidated Interim Statement of Changes in Equity**(In Thousands of New Israeli Shekels)  
Reported Amounts

	Attributable to the shareholders of the Company						Non-Controlling Interests	Total Equity
	Share Capital	Share Premium	Translation Reserve	Hedging Reserve	Retained Earnings	Total		
<b>For the three months ended March 31, 2026 (Unaudited)</b>								
<b>Balance as at January 1, 2026</b>	1	147,334	(26,770)	4,343	823,879	948,787	1,103	949,890
Dividend declared	-	-	-	-	(60,000)	(60,000)	-	(60,000)
Foreign currency translation differences in respect of foreign operations	-	-	(4,717)	-	-	(4,717)	-	(4,717)
Hedging of an investment in foreign operation	-	-	-	1,062	-	1,062	-	1,062
Actuarial losses from defined benefit plan, net of tax	-	-	-	-	(202)	(202)	-	(202)
Profit for the period	-	-	-	-	22,829	22,829	68	22,897
<b>Balance as at March 31, 2026</b>	<b>1</b>	<b>147,334</b>	<b>(31,487)</b>	<b>5,405</b>	<b>786,506</b>	<b>907,759</b>	<b>1,171</b>	<b>908,930</b>
<b>For the three months ended March 31, 2025 (Unaudited)</b>								
<b>Balance as at January 1, 2025</b>	1	147,334	(106)	-	744,995	892,224	1,040	893,264
Dividend declared	-	-	-	-	(50,000)	(50,000)	-	(50,000)
Foreign currency translation differences in respect of foreign operations	-	-	3,720	-	-	3,720	-	3,720
Actuarial gains from defined benefit plan, net of tax	-	-	-	-	20	20	-	20
Profit for the period	-	-	-	-	25,216	25,216	1	25,217
<b>Balance as at March 31, 2025</b>	<b>1</b>	<b>147,334</b>	<b>3,614</b>	<b>-</b>	<b>720,231</b>	<b>871,180</b>	<b>1,041</b>	<b>872,221</b>
<b>For the year ended December 31, 2025 (Audited)</b>								
<b>Balance as at January 1, 2025</b>	1	147,334	(106)	-	744,995	892,224	1,040	893,264
Dividend paid	-	-	-	-	(50,000)	(50,000)	-	(50,000)
Foreign currency translation differences in respect of foreign operations	-	-	(26,664)	-	-	(26,664)	-	(26,664)
Hedging of an investment in foreign operation	-	-	-	4,343	-	4,343	-	4,343
Actuarial losses from defined benefit plan, net of tax	-	-	-	-	(70)	(70)	-	(70)
Profit for the year	-	-	-	-	128,954	128,954	63	129,017
<b>Balance as at December 31, 2025</b>	<b>1</b>	<b>147,334</b>	<b>(26,770)</b>	<b>4,343</b>	<b>823,879</b>	<b>948,787</b>	<b>1,103</b>	<b>949,890</b>

**Condensed Consolidated Interim Statement of Cash Flows**(In Thousands of New Israeli Shekels)  
Reported Amounts

	For the three months ended		For the
	March 31		year ended
	2026	2025	December 31
	(Unaudited)	(Unaudited)	(Audited)
<b>Cash flows from operating activities</b>			
Profit for the period	22,897	25,217	129,017
Adjustments:			
Depreciation and amortization	43,269	39,724	197,857
Share of Company in losses (profits) of equity accounted investee companies	(315)	675	(346)
Gain on revaluation of investment, net	-	-	634
Financing expenses, net	21,058	8,395	51,649
Capital losses from sale of fixed assets, net	44	945	913
Tax expenses on income	8,715	9,121	44,789
	<u>95,668</u>	<u>84,077</u>	<u>424,513</u>
Change in inventory	41,997	5,264	(18,266)
Change in trade receivables and other receivables	(61,251)	(37,555)	68,684
Change in trade payables and other payables	(20,577)	(760)	44,716
Changes in employee benefits	333	353	1,228
	<u>(39,498)</u>	<u>(32,698)</u>	<u>96,362</u>
Income tax paid	(42,945)	(3,445)	(17,946)
<b>Net cash provided by operating activities</b>	<u>13,225</u>	<u>47,934</u>	<u>502,929</u>
<b>Cash flows from investing activities</b>			
Acquisition of subsidiaries net of cash received	-	-	(195,167)
Investment in investee companies and partnerships	-	(3,875)	(624)
Payment of deferred consideration in respect of acquisition of subsidiary	-	-	(18,935)
Loans granted to investee companies	(158)	(1,006)	(2,852)
Repayment of loans granted to investee companies	75	1,751	1,794
Investment in companies measured at fair value	(104)	(28)	(1,605)
Proceeds from sale of fixed assets	441	311	10,757
Acquisition of fixed assets	(24,242)	(15,851)	(97,748)
Acquisition of intangible assets	(809)	(462)	(3,615)
Investment in long-term receivables	(5,148)	(11,164)	(34,315)
Receipts of investment in long-term receivables	(3,352)	2,456	12,218
<b>Net cash used in investing activities</b>	<u>(26,593)</u>	<u>(27,868)</u>	<u>(330,092)</u>
<b>Cash flows from financing activities</b>			
Short-term credit, net	41,234	26,795	106,165
Dividend paid	-	-	(50,000)
Repayment of debentures	(22,220)	(22,220)	(22,220)
Receipt of long-term bank loan	1,890	-	-
Repayment of long-term bank loans	(4,171)	(3,263)	(95,364)
Repayment of principle of liabilities in respect of leasing	(13,736)	(12,113)	(49,473)
Receipt of long-term loans from others	3,000	-	-
Repayment of other long-term liabilities	(35)	(35)	(140)
Interest paid	(15,260)	(8,763)	(47,759)
<b>Net cash used in financing activities</b>	<u>(9,298)</u>	<u>(19,599)</u>	<u>(158,791)</u>
<b>Net change in cash and cash equivalents</b>	<u>(22,666)</u>	<u>467</u>	<u>14,046</u>
Cash and cash equivalents as at the beginning of period	48,958	35,493	35,493
Impact of exchange rate fluctuations on balance of cash and cash equivalents	113	269	(581)
<b>Cash and cash equivalents as at the end of the period</b>	<u>26,179</u>	<u>36,229</u>	<u>48,958</u>

**Condensed Consolidated Interim Segment Reporting**

(In Thousands of New Israeli Shekels)

**Sectoral Reporting**

	Light alcoholic beverages		Alcoholic beverages		Barkan		Non-alcoholic beverages		Other		Amortization of surplus on in respect of business combinations		Consolidated	
	For the three months ended March 31													
	2026	2025	2026	2025	2026	2025	2026	2025	2026	2025	2026	2025	2026	2025
	(Unaudited)													
Segmental revenue	<u>92,181</u>	<u>90,073</u>	<u>90,708</u>	<u>101,686</u>	<u>64,358</u>	<u>65,904</u>	<u>333,049</u>	<u>305,608</u>	<u>78,151</u>	<u>40,837</u>	<u>-</u>	<u>-</u>	<u>658,447</u>	<u>604,108</u>
Gross profit	<u>41,596</u>	<u>35,290</u>	<u>20,851</u>	<u>18,510</u>	<u>20,699</u>	<u>22,597</u>	<u>125,416</u>	<u>108,917</u>	<u>17,949</u>	<u>8,431</u>	<u>(1,455)</u>	<u>-</u>	<u>225,056</u>	<u>193,745</u>
Segmental results	<u>23,598</u>	<u>15,726</u>	<u>12,471</u>	<u>10,318</u>	<u>11,841</u>	<u>13,832</u>	<u>47,778</u>	<u>34,530</u>	<u>4,210</u>	<u>834</u>	<u>(1,148)</u>	<u>-</u>	<u>98,750</u>	<u>75,240</u>
Unallocated expenses													<u>(47,843)</u>	<u>(34,752)</u>
Operating profit													<u>50,907</u>	<u>40,488</u>
Net financing expenses													<u>(19,610)</u>	<u>(5,475)</u>
Share of Company in profits (losses) of equity-accounted investee companies													<u>315</u>	<u>(675)</u>
Taxes on income													<u>(8,715)</u>	<u>(9,121)</u>
Profit for the period													<u>22,897</u>	<u>25,217</u>

**Condensed Consolidated Interim Segment Reporting (cont'd)**

(In Thousands of New Israeli Shekels)

	<u>Light alcoholic Beverages</u>	<u>Alcoholic Beverages</u>	<u>Barkan</u>	<u>Non-alcoholic Beverages</u>	<u>Other</u>	<u>Amortization of surplus cost in respect of business combinations</u>	<u>Consolidated</u>
	<u>For the year ended December 31, 2025</u>						
	<u>(Audited)</u>						
Segmental revenues	<u>448,997</u>	<u>401,500</u>	<u>195,307</u>	<u>1,448,583</u>	<u>309,740</u>	<u>-</u>	<u>2,804,127</u>
Gross profit	<u>181,532</u>	<u>82,419</u>	<u>66,039</u>	<u>526,136</u>	<u>86,537</u>	<u>(1,614)</u>	<u>941,049</u>
Segmental results	<u>95,104</u>	<u>48,505</u>	<u>37,513</u>	<u>195,437</u>	<u>25,799</u>	<u>(7,175)</u>	<u>395,183</u>
Unallocated expenses							<u>(151,031)</u>
Operating income							<u>244,152</u>
Net financing expenses							<u>(70,692)</u>
Share of Company in profits of equity-accounted investee companies							<u>346</u>
Taxes on income							<u>(44,789)</u>
Net profit							<u>129,017</u>