SPP – distribúcia, a.s. annual financial results for calendar year 2025

The year 2025 was the 8th warmest in the temperature terms, since at least 1931. Four months of the year showed a negative deviation in temperature compared with the 1991-2020 normal: February (-0.4 °C), May (-2.2 °C), October (-0.6 °C) and November (-0.1 °C). The remaining months of 2025 showed a positive deviation in temperature, with the highest deviations recorded in the winter months of January (3.1 °C) and December (3.0 °C).

Looking at the individual seasons, three of them were among the twenty warmest. Winter 2024/2025 reached a value of 0.1 °C in Slovakia, ranking as the 14th warmest winter since 1931. Spring 2025 reached a value of 9.3 °C, ranking as the 17th warmest spring, and summer 2025 reached a value of 19.2 °C, ranking as the 12th warmest summer since 1931 in Slovakia. Autumn 2025 with a value of 9.0 °C ranked as the 27th warmest autumn since 1931 in Slovakia. (Source: SHMÚ)

In 2025, SPP - distribúcia, a.s. continued to streamline its internal processes. Although the level of operating costs is stable, the company continues to analyse and evaluate its operating activities in an effort to optimise them.

With respect to the tariff for access to the gas distribution network, the tariff for gas distribution, and the tariff for covering distribution losses, a crisis regulation is currently in effect, which has set the tariff prices for 2025. Under the crisis regulation, price decisions do not apply; the prices are replaced by those set by the Government in the Regulation. The difference between these prices is compensated by the Ministry of Economy of the Slovak Republic.

In the period from 1 January 2025 to 31 December 2025, the company had to pay close attention and respond to regularly changing regulatory legislation.

In early 2025, significant legislative changes occurred in the regulation of network industries and the energy sector. Act No. 251/2012 Coll. on energy (“Energy Act”) and Act No. 250/2012 Coll. on regulation in network industries (“Regulation Act”) were amended by Act No. 143/2024 Coll., effective 1 January 2025. The amendment strengthened the powers and oversight authority of the Regulatory Office for Network Industries (ÚRSO), particularly in the areas of state supervision and price regulation. It also introduced changes to technical matters related to price proposals and implemented measures to enhance consumer protection in the energy sector.

Following the adoption of the new Construction Act, effective 1 April 2025, a legislative package (Act No. 26/2025 Coll.) was prepared to align the affected regulations with the updated legal framework for the construction permit process. The aim of these changes is to ensure the smooth functioning of the new permit mechanism, prevent legislative conflicts and enable the seamless application of binding opinions issued by the relevant authorities.

Within the framework of sub-legislative regulations, the company’s activities are directly affected by the Decree of ÚRSO No. 147/2024 Coll. establishing price regulation of selected regulated activities in the gas industry and certain conditions for the performance of selected regulated activities in the gas industry, which was amended and supplemented by Decree of ÚRSO No. 390/2024 Coll. as of 1 January 2025. This decree clarified the mechanisms for regulating gas prices, particularly with regard to access to storage facilities and to gas storage. It also defined the rules for determining suppliers' service prices for gas used in heat production. Decree of ÚRSO No. 208/2023 Coll., setting the rules for the functioning of the internal gas market, was amended and supplemented by Decree No. 352/2024 Coll., which clarified the rules for operating the market, including those for managing contracts, switching suppliers, billing and measuring consumption.

At the European level, the Gas Package remains a key legal framework which, among other provisions, includes: (i) the Directive of the European Parliament and of the Council on common rules for the internal market in renewable gases, natural gas and hydrogen, to be transposed by 5 August 2026, and (ii) the Regulation of the European Parliament and of the Council on the internal market in renewable gases, natural gas and hydrogen, applicable from 5 February 2025. These are intended to create the conditions for the decarbonisation of the gas industry. Between 1 August 2024 and 31 July 2025, preparatory work continued on the implementation of these legislative and regulatory measures. Activities are also ongoing to ensure the transposition of the relevant EU directives into national law. On 8 July 2025, the European Union adopted a delegated act that introduced a comprehensive methodology for calculating greenhouse gas emissions from low-carbon fuels. This act also supplemented the rules for renewable hydrogen.

Among non-legislative instruments, the Regulatory Policy for the 6th regulatory period remains in force. In June 2025, work began on preparing the new Regulatory Policy for the 7th regulatory period, in which the company actively participates.

Finally, SPP Distribúcia, a.s. is closely monitoring the presented intentions of the government and actively participates in various initiatives of the Ministry of Economy of the Slovak Republic or the Regulatory Office for Network Industries in order to defend the important and strategic position of natural gas in the energy mix of the Slovak Republic.

During the 12 consecutive months ended 31st December 2025, compared with the 12 months ended 31st December 2024, natural gas consumption increased by 162.8 million m3, an increase of 3.75%.

Total revenues increased to €495.8 million compared with 31st December 2024, a change of 2.3%, and EBITDA increased by 2.1% to €375.5 million. The financial results for calendar year 2025 again confirm SPP – distribúcia, a.s. as a profitable and financially stable company.

Operating profit in 2025 amounted to €185.9 million, which is €4.1 million higher than in the previous 12 consecutive months ended 31st December 2024. The increase in operating profit was caused mainly by the increase in revenues.

SPP – distribúcia, a.s. continued its efforts to further optimise its operating activities during calendar year 2025 by monitoring work productivity in maintenance activities, with the goal of keeping the increase in operating costs below inflation.

The company’s profit before income tax and net profit reached €192.0 million and €143.2 million, respectively.

Total assets decreased by €42.2 million compared with 31st December 2024. The change was driven mainly by:

- Decrease in property, plant and equipment in amount of €118.4 million;
- Increase of cash and cash equivalents of €114.3 million;
- Decrease in inventories in amount of €8.6 million due to a decrease in purchase prices;
- Increase in right of use assets in amount of €2.0 million;
- Decrease in receivables and prepayments in amount of €32.5 million due to an increase in cash pooling, compared with the of calendar year 2024.

Total equity decreased by €27.6 million. The movement was within the legal reserve fund and other funds (mainly the revaluation surplus and deferred tax) in amount of €64.5 million. Retained earnings increased by €36.9 million.

Total liabilities decreased by €14.6 million compared with 31st December 2024. The change was driven mainly by:

- Decrease in the deferred tax liability of €30.2 million;
- Increase in contract liabilities of €8.4 million;
- Increase in trade and other payables of 1.5 million;
- Increase in obligations under finance leases of €1.6 million;
- Increase in current income tax payables of €3.2 million.

ASSETS (in € million)	***31.12.2025***	***31.12.2024***
Property, plant and equipment	3 844.0	3 962.4
Non-current intangible assets and other assets	11.6	10.5
Investments in subsidiaries	1.0	1.0
Right of use assets	25.6	23.6
Loans provided	0.0	0.0
Total non-current assets	**3 882.2**	**3 997.5**
Inventories	180.0	188.6
Receivables and prepayments	128.7	161.2[1]
Contract assets	0.0	0.0
Income tax assets	0.0	0.0
Investments in securities current	0.0	0.1
Cash and cash equivalents	466.3	352.0
Total current assets	**775.0**	**701.9**
TOTAL ASSETS	**4 657.2**	**4 699.4**

EQUITY AND LIABILITIES (in € million)	***31.12.2025***	***31.12.2024***
Registered capital	1 200.0	1 200.0
Legal reserve fund and other funds	1 741.8	1 806.3
Retained earnings	129.1	92.2
Total equity	**3 070.9**	**3 098.5**
Loans and bonds	557.9	557.6
Contract liability	51.1	42.7
Deferred income	0.3	0.1
Retirement and other long-term employee benefits	3.7	4.0
Obligation under finance lease	21.4	19.8
Deferred tax liability	874.6	904.8
Total non-current liabilities	**1 509.0**	**1 529.0**
Trade and other payables	63.2	61.7
Contract liability short-term	0.0	0.0
Current income tax	4.6	1.4
Loans and bonds	2.8	2.8
Obligation under finance lease	6.3	5.6
Provisions and other current liabilities	0.4	0.4
Total current liabilities	**77.3**	**71.9**
TOTAL EQUITY AND LIABILITIES	**4 657.2**	**4 699.4**

[1] Compared with the previous 12 consecutive months' period ended 31st December 2024, distribution receivables are now reported under the line *Receivables and prepayments* instead of *Contract assets* in the Audited financial statements

SPP – distribúcia, a.s.
FINANCIAL OVERVIEW
Period ended 31 December 2025

INCOME STATEMENT (in € million)	***(12M) 31.12.2025***	***(12M) 31.12.2024***
Natural gas distribution	456.7	451.9
Other revenues	39.1	32.6
Total revenues	**495.8**	**484.5**
Own work capitalised	14.4	13.6
Change in gas inventories	0.0	0.3
Purchases of natural gas and consumables	-14.9	-13.1
Storage of natural gas and other services	-58.3	-57.8
Depreciation and amortisation	-188.7	-185.5
Staff costs	-63.8	-62.7
Provision for bad and doubtful debts, net	-0.1	-0.1
Provisions and impairment losses, net	-0.8	-0.2
Other, net	2.3	2.8
Total operating costs	**-309.9**	**-302.7**
OPERATING PROFIT	**185.9**	**181.8**
Financial revenues	13.6	22.3
Financial costs	-7.5	-10.3
PROFIT BEFORE INCOME TAXES	**192.0**	**193.8**
Income tax	-48.8	-84.7
NET PROFIT FOR THE PERIOD	**143.2**	**109.1**

INVESTOR RATIOS		***(12M) 31.12.2025***	***(12M) 31.12.2024***
EBITDA	€ million	375.5	367.6
CAPEX	€ million	-55.4	-41.4
FCF	€ million	249.3	257.3
FCF / EBITDA	multiple	0.7	0.7
EBITDA / Interest	multiple	50.1	35.7

Useful link:

SPP – distribúcia. a.s. - Annual reports & Audited financial statements:
https://www.spp-distribucia.sk/annual-reports/