INTERIM REPORT 2025

Packaging systems and solutions for better

SIG

for better

About SIG

SIG is a leading solutions provider of packaging for better – better for our customers, for consumers, and for the world. With our unique portfolio of aseptic carton, bag-in-box, and spouted pouch, we work in partnership with our customers to bring food and beverage products to consumers around the world in a safe, sustainable, and affordable way. Our technology and outstanding innovation capabilities enable us to provide our customers with end-to-end solutions for differentiated products, smarter factories, and connected packs, all to address the ever-changing needs of consumers. Sustainability is integral to our business, and we strive to create a regenerative food packaging system.

Founded in 1853, SIG is headquartered in Neuhausen, Switzerland, and is listed on the SIX Swiss Exchange. The skills and experience of our approximately 9,600 employees worldwide enable us to respond quickly and effectively to the needs of our customers in over 100 countries. In 2024, SIG produced 57 billion packs and generated €3.3 billion in revenue. SIG has an AAA ESG rating by MSCI, a Platinum CSR rating by EcoVadis, and is included in the FTSE4Good Index.

For more information, visit www.sig.biz.

For insights into trends that drive the food and beverage industry, visit the SIG blog.

Content

OVERVIEW

Samuel Sigrist, CEO of SIG Group:

> "As expected in the first half of the year market conditions remained subdued driven by lower consumer purchasing power. SIG's revenue growth of 2.1%[1] in this environment demonstrates the resilience of its product categories, the strength of its market leading innovations and the effectiveness of its go-to-market strategy in driving share gains. Carton grew by 2.6%[2] while revenue performance for bag-in-box and spouted pouch was stable[2] year on year. This included good revenue growth in US foodservice, despite a soft market environment.
>
> In the second half of the year, we continue to expect a sequential improvement in growth as recently placed fillers ramp up. Given the market environment we expect full year revenue growth to be within the lower half of the 3-5% guidance range.
>
> Year to date, SIG filling equipment remains in demand across all substrates. In bag-in-box and spouted pouch we continue to make good progress with synergy deals including good momentum in emerging markets, increasing share of aseptic technology and ensuring that all deals are structured as a systems solution. In aseptic carton we expect to place between 60 to 80 fillers for the year. A key driver of demand has been our ability to offer customers volume flexibility with associated price differentiation for the end consumer."

The tables below present an overview of our performance in the six months ended June 30, 2025.

Revenue performance

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024	Change	
			Reported currency	Constant currency
Total revenue	1,578.5	1,573.2	0.3%	2.6%

Composition of revenue

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Revenue from the carton business	1,304.4	1,302.0
Revenue from the bag-in-box and spouted pouch businesses	274.1	271.2
Total revenue	**1,578.5**	**1,573.2**

[1] At constant currency and constant resin
[2] At constant currency

Key performance indicators

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Adjusted EBITDA	372.0	369.5
Adjusted EBITDA margin	23.6%	23.5%
EBITDA	363.5	393.6
Adjusted EBIT	233.0	236.1
EBIT	179.5	185.0
Adjusted net income	136.1	120.2
Net income	91.0	84.9
Free cash flow	(139.8)	(76.6)
Diluted EPS (in €)	0.24	0.22
Adjusted diluted EPS (in €)	0.36	0.31

Key events in 2025 impacting the financial position of the Group

The following key events and transactions took place in the six months ended June 30, 2025.

Refinancing transactions

On March 19, 2025, the Group issued €625 million of senior unsecured bonds. Proceeds from the issue of bonds, together with draw-downs of the Group's revolving credit facilities, were used to repay €550 million of senior unsecured notes and €85.5 million of unsecured *Schuldscheindarlehen* ("SSD", a private German debt placement) that were due in June 2025.

OUR OPERATING PERFORMANCE

This section covers our operating performance at Group as well as at segment level. It includes alternative performance measures that management believes are relevant in evaluating the Group's performance and liquidity.

When discussing our performance, and when relevant for comparative purposes, we state the percentage change between two periods on a constant currency basis. For this purpose, the prior period amount is translated at the foreign currency exchange rate of the current period.

Revenue

The table below provides an overview of revenue by segment as well as at Group level.

(In € million)	Six months ended June 30, 2024	Six months ended June 30, 2023	Change: Reported currency	Change: Constant currency
Europe	513.8	516.6	(0.5%)	(0.5%)
IMEA	228.3	220.7	3.5%	4.6%
APAC	413.6	416.4	(0.7%)	0.9%
Americas	422.6	419.4	0.8%	7.4%
Group Functions	0.2	0.1		
Total revenue	**1,578.5**	**1,573.2**	**0.3%**	**2.6%**

The **Group** reported a revenue growth of 2.6% at constant currency (including constant resin 2.1%) for the six months ended June 30, 2025. Revenue from the carton business relates to global aseptic carton packaging solutions and chilled carton packaging solutions in Asia. Revenue from the carton business grew 2.6% at constant currency in the first half of 2025 compared with the first half of 2024.

The bag-in-box and spouted pouch businesses contributed €274.1 million to our topline in the first half of 2025 compared to €271.2 million in the first half of 2024, increasing 2.7 % at constant currency (stable at constant resin).

Europe

In the first six months of 2025, revenue decline for Europe on a constant currency basis was (0.5%), or (0.6%) on a constant currency and constant resin[1] basis.

Growth in the region is normalizing following exceptional growth of over 6% at constant currency and constant resin in 2024. The region saw a return to the usual levels of milk supply for aseptic processing compared to the prior year. Carton continues to gain share reflecting its strong filler win rate of recent years.

There is a good project pipeline for all substrates in the region including cross selling opportunities in spouted pouch and in dairy bag-in-box.

India, Middle East and Africa ("IMEA")

Revenue for IMEA on a constant currency basis increased in the first half of 2025 by 4.6%, (including constant resin 4.6%).

The region reported solid growth despite a high prior year comparison.

In India, the Group has expanded its presence in the dairy sector, resulting in a significant increase in dairy volumes compared to the previous year. Revenue in Q2, however, was impacted by the early onset of the monsoon season, impacting on-the-go consumption for soft drinks.

In the Middle East and Africa there was strong growth in aseptic carton in the Gulf Corporation council (GCC) and North Africa. North Africa has benefitted from increasing consumption following a stable period of consumer prices.

Asia Pacific ("APAC")

In the first six months of 2025, revenue growth for APAC on a constant currency basis increased by 0.9% (including constant resin 0.9%).

Revenue growth in the rest of Asia offset a subdued market environment in China.

In China, although the market environment remained soft, the Group's ability to differentiate its carton offering through unique packaging sizes provided a competitive edge and led to market share gains. Bag-in-box growth was driven by demand for aseptic dairy in foodservice with a large carton customer.

Solid growth in Thailand, Korea and Japan was driven by product innovation utilizing SIG's drinksplus technology. This technology allows for the inclusion of particulates that cater to current health trends, such as fiber and fruit pieces.

Americas

In the first six months of 2025, revenue growth for Americas on a constant currency basis increased by 7.4% (including constant resin 5.5%).

Carton continued to perform strongly in Latin America. In Mexico, where the Group has seen strong demand, SIG is expanding to its carton sleeves plant. With this expansion, SIG will be able to better meet growing demand for smaller packaging in the on-the-go market segment.

During the period there was good growth in bag-in-box and spouted pouch, especially in aseptic dairy for foodservice. Consumer sentiment, however, remains subdued in the USA.

Adjusted EBITDA

The following table reconciles profit for the period to EBITDA and adjusted EBITDA.

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Profit for the period	**91.0**	**84.9**
Net finance expense	56.9	71.5
Income tax expense	31.6	28.6
Depreciation and amortization	184.0	208.6
EBITDA	**363.5**	**393.6**
Adjustments to EBITDA:		
Unrealized loss/(gain) on operating derivatives	3.2	(10.9)
Restructuring costs, net of reversals	0.5	6.9
Transaction- and acquisition-related costs	1.5	0.8
Integration costs	0.1	0.6
Change in fair value of contingent consideration	(3.7)	(37.5)
Impairment losses	0.1	15.9
Other	6.8	0.1
Adjusted EBITDA	**372.0**	**369.5**

Adjusted EBITDA for the six months ended June 30, 2025 increased by €2.5 million, from €369.5 million for the six months ended June 30, 2024 to €372.0 million for the six months ended June 30, 2025.

Higher revenue contribution from the carton business and lower raw material expenses were offset by higher selling, general and administrative ("SG&A") costs and foreign currency headwinds. SG&A as a percentage of revenue was in line with the prior year period.

The **adjusted EBITDA margin** was 23.6% compared with 23.5% in the prior period, with the items described above impacting the margin. Foreign currency headwinds negatively impacted margin by 60 basis points, with the strengthening of the Euro against Mexican peso and Brazilian Real.

The adverse impact from the appreciation of the Euro against the Group's major trading currencies occurred in the second quarter. Generally, a 1% appreciation of the Euro against all currencies leads to a negative impact of ten basis points on the EBITDA margin on a full year basis.

EBITDA for the six months ended June 30, 2025 decreased by €30.1 million to €363.5 million (€393.6 million in the prior period). Excluding the factors described above the EBITDA movement was impacted by a lower benefit from a change in the contingent consideration and operational hedging losses in the first half of 2025 (€10.9 million gain in the first half of 2024). These impacts were partially offset by non-recurring 2024 costs relating to the expected sale of the Group's chilled carton plant in Shanghai.

The following table provides details about adjusted EBITDA at Group as well as at segment level.

	Six months ended June 30, 2025		Six months ended June 30, 2024	
(In € million)	Adjusted EBITDA margin	Adjusted EBITDA	Adjusted EBITDA margin	Adjusted EBITDA
Europe	32.1%	164.9	27.4%	141.6
IMEA	25.5%	58.3	27.3%	60.1
APAC	26.6%	110.1	27.8%	115.9
Americas	19.1%	80.7	22.1%	92.8
Group Functions		(42.0)		(40.9)
Total	23.6%	372.0	23.5%	369.5

The **Europe** adjusted EBITDA margin increased compared to the prior period. Positive top-line contribution, raw material impacts, production efficiencies and foreign currency tailwinds in our procurement entity contributed to this increase. In **IMEA,** the adjusted EBITDA margin decreased slightly compared to the prior period driven by foreign currency headwinds, ramp up costs in India and SG&A. These impacts were partially offset by positive top line contribution. In **APAC**, the adjusted EBITDA margin was negatively impacted by raw material cost increases and unfavorable foreign currency development. The **Americas** adjusted EBITDA margin was positively impacted by topline contribution offset by foreign currency headwinds, production related costs and SG&A spend. Production and SG&A costs include costs related to the ramp up of capabilities in the bag-in-box and spouted pouch business.

Net income and adjusted net income

The table below reconciles profit for the period to adjusted net income.

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Profit for the period	**91.0**	**84.9**
Non-cash foreign currency exchange impact of non-functional currency loans and realized foreign currency exchange impact due to refinancing	(3.6)	0.7
Amortization of transaction costs	2.4	1.5
Net change in fair value of financing-related derivatives	1.1	0.2
PPA depreciation and amortization – Onex acquisition[1]	21.8	51.5
PPA amortization – other acquisitions	23.2	23.7
Net effect of early repayment of loan	-	1.6
Adjustments to EBITDA[2]	8.5	(24.1)
Tax effect on above items	(8.3)	(19.8)
Adjusted net income	**136.1**	**120.2**

1 PPA amortization relating to the Onex acquisition ceased in the first quarter of 2025.

2 For the different adjustments to EBITDA, refer to the adjusted EBITDA table at the beginning of this note.

Adjusted net income increased by €15.9 million, from €120.2 million for the six months ended June 30, 2024 to €136.1million for the six months ended June 30, 2025. This increase was primarily attributed to higher adjusted EBITDA as well as lower tax and interest expense, partially offset by an increase in depreciation.

Net income (profit for the period) increased by €6.1 million, from €84.9 million for the six months ended June 30, 2024 to €91.0 million for the six months ended June 30, 2025. The year-on-year improvement benefitted from non-recurring 2024 costs related to the expected sale of the Group's chilled carton plant in Shanghai, lower amortization from Onex purchase price allocation. This was partly offset by a lower benefit from the change in contingent consideration.

The **effective tax rate** changed from 25% for the six months ended June 30, 2024 to 26% for the six months ended June 30, 2025. The **adjusted effective tax** rate changed from 29% to 23%. The change in the adjusted effective tax rate was positively impacted by the mix of profits and losses taxed at varying tax rates in the jurisdictions in which we operate.

Net capital expenditure ("net capex")

The following table reconciles capital expenditure to net capital expenditure and to net capital expenditure, including lease payments.

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
PP&E and intangible assets (net of sales and excluding filling lines and other related equipment)	50.4	61.0
Filling lines and other related equipment	87.4	105.7
Capital expenditure	**137.8**	**166.7**
Upfront cash	(56.1)	(63.8)
Net capital expenditure	**81.7**	**102.9**
Payment of lease liabilities	27.8	25.8
Net capital expenditure, including lease payments	**109.5**	**128.7**

Net capital expenditure, including lease payments decreased by €19.2 million in the six months ended June 30, 2025, from €128.7 million in the six months ended June 30, 2024 to €109.5 million in the six months ended June 30, 2025.

The current period capital expenditure primarily reflects the continued investments in the Group's first aseptic carton plants in India and Mexico.

Net capital expenditure, including lease payments, as a percentage of revenue was 6.9% as of June 30, 2025 compared to 8.2% as of June 30, 2024.

Cash flows

The Group's cash generation is weighted towards the second half of the year. The cash flow generation in the first half of the year is impacted by customer incentive payments.

The table below provides an overview of cash flows.

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Net cash from operating activities	25.8	115.9
Net cash used in investing activities	(134.0)	(164.7)
Net cash from financing activities	56.9	55.1
Net (decrease)/increase in cash and cash equivalents	**(51.3)**	**6.3**

The following table reconciles net cash from operating activities to free cash flow and to net capital expenditure, including lease payments.

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Net cash from operating activities	**25.8**	**115.9**
Acquisition of property, plant and equipment and intangible assets (net of sales)	(137.8)	(166.7)
Payment of lease liabilities	(27.8)	(25.8)
Free cash flow	**(139.8)**	**(76.6)**

Net cash from operating activities decreased by €90.1 million in the six months ended June 30, 2025 compared with the prior period, from €115.9 million to €25.8 million, as further described below.

Free cash flow at negative €139.8 million in the six months ended June 30, 2025 decreased by €63.2 million compared with the prior period. Free cash flow was impacted by customer incentive payments (reported in change in trade and other payables in the statement of cash flows) that were higher in the six months ended June 30, 2025 as a result of 2024 volume growth. This was offset by phasing of accounts receivable payments and lower interest and tax payments.

Net cash used in investing activities decreased by €30.7 million in the six months ended June 30, 2025 compared with prior period, from €164.7 million to €134.0 million. The Group's capital expenditure was lower in the current period as described above.

Net cash from financing activities remained at a similar level compared with the prior period. Financing cash flows in the six months ended June 30, 2025 reflected our refinancing transactions described below.

OUR CAPITAL STRUCTURE

The Group's loans and borrowings consist of senior unsecured Euro-denominated bonds, senior unsecured credit facilities, an unsecured US Dollar term loan and two unsecured Euro *Schuldscheindarlehen* ("SSD", a private German debt placement). The senior unsecured credit facilities consist of a Euro-denominated term loan and two committed Euro revolving credit facilities. In addition, the Group has access to local credit facilities in various locations. Liabilities under lease contracts where the Group is the lessee are also included in loans and borrowings.

The following section includes an overview of changes to the Group's loans and borrowings compared to December 31, 2024. Note 16 of the consolidated interim financial statements for the six months ended June 30, 2025 includes additional details.

Refinancing in the first half of 2025

On March 19, 2025, the Group issued €625 million of senior unsecured bonds at a fixed interest of 3.75%. The bonds are traded on SIX Swiss Exchange and mature in March 2030.

The proceeds from the issue of bonds, together with draw-downs of the Group's revolving credit facilities, were used to repay €550 million of senior unsecured notes and two tranches of a total of €85.5 million unsecured SSD that were due in June 2025. The €550 million unsecured bridge loan facility agreement that the Group signed in 2024 has been cancelled due to the timely issue of the bonds.

Credit facilities and lines

On April 28, 2025, SIG extended the maturity date for €490 million of its €500 million committed Euro revolving credit facilities by one year from 2029 to 2030.

As of June 30, 2025, the Group had used €259.2 million of its committed Euro revolving credit facilities to cover cash requirements in the first half of 2025 (€100.0 million as of December 31, 2024) and €218.5 million of unsecured unguaranteed local credit lines to cover local working capital needs (€93.2 million as of December 31, 2024).

Debt rating

SIG is rated investment grade by both Moody's and S&P.

	Company rating		As of
Moody's	Baa3	Stable	March 2025
S&P	BBB-	Stable	March 2020

Net debt and leverage

The table below presents the components of net debt and the net leverage ratio.

(In € million)	As of June 30, 2025	As of Dec. 31, 2024	As of June 30 2024
Gross debt	2,698.8	2,474.9	2,771.9
Cash and cash equivalents	(240.4)	(303.4)	(286.2)
Net debt	**2,458.4**	**2,171.5**	**2,485.7**
Net leverage ratio (last twelve months)	**3.0x**	**2.6x**	**3.2x**

The **net debt** as of June 30, 2025 was higher compared with December 31, 2024 as a result of the increase in loans and borrowings and the cash seasonality of the business. This was offset by higher adjusted EBITDA.

Net finance expense

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Interest income	3.5	2.4
Net change in fair value of financing-related derivatives	(1.1)	(0.2)
Net interest income on interest rate swap	1.7	3.4
Interest expense on:		
- Loan and borrowings (excluding lease liabilities)	(44.7)	(52.4)
- Lease liabilities	(11.0)	(9.1)
Amortization of original issue discount	-	(0.2)
Amortization of transaction costs	(2.4)	(1.5)
Net foreign currency exchange gain/(loss)	6.6	(1.9)
Net effect of early repayment of loan	-	(1.6)
Securitization expense	(5.3)	(6.3)
Other	(4.2)	(4.1)
Net finance expense	**(56.9)**	**(71.5)**

The **net finance expense** for the period was €56.9 million compared to a net finance expense of €71.5 million for the six months ended June 30, 2024, a decrease of €14.6 million. The decrease in net finance expense compared to the prior period is mainly due to net foreign currency exchange gains and lower interest expense.

A 100 basis point increase in the variable component of our borrowings (excluding lease liabilities) at variable interest rates would have increased the annual interest expense by €10.1 million as of June 30, 2025. The effect of the Group's interest rate derivative contracts is considered in this analysis.

OUTLOOK

Given the current market environment, the Company expects total revenue growth at constant currency and constant resin[3] to be in the lower half of 3-5%. The adjusted EBITDA margin is expected to be at the lower end of 24.5-25.5%. In line with its usual seasonality, the Group expects revenue growth and the adjusted EBTIDA margin to be higher in the second half of the year. Guidance is subject to input costs and foreign currency volatility. Net capital expenditure, including lease payments, is projected to be in the lower half of the Group's target range of 7-9% of revenue. The adjusted effective tax rate is forecast to be between 26 and 28% and the dividend pay-out is expected to be within a range of 50-60% of adjusted net income.

OTHER DISCLOSURES

Seasonality

The Group's aseptic carton business experiences moderate seasonal fluctuations, primarily due to seasonal consumption patterns and performance incentive programs relating to carton sleeves that generally end in the fourth quarter. Customers tend to purchase additional carton sleeves prior to the end of the year to meet seasonal demand and to avail themselves of annual volume rebates, typically resulting in higher sales during the fourth quarter. Historically, this has resulted in relatively low sales in the first quarter. The bag-in-box, spouted pouch and chilled carton businesses are not significantly exposed to seasonality.

Dividends

A dividend of CHF 0.49 per share, totaling CHF 187.3 million (€202.7 million) was paid out of the capital contribution reserve in April 2025. In the prior period, CHF 0.48 per share, totaling CHF 183.5 million (€187.8 million) was paid.

Foreign currencies

We operate internationally and transact business in a range of currencies. While our reporting currency is Euro, we generate a significant portion of our revenue and costs in currencies other than Euro. We therefore translate results, as well as assets and liabilities, into Euro at exchange rates in effect during or at the end of each reporting period, as applicable. Increases or decreases in the value of the Euro against other currencies in countries where we operate can affect our results of operations and the value of balance sheet items denominated in foreign currencies.

[3] The resin escalator for the bag-in-box and spouted pouch businesses, which passes on movements of resin costs directly to customers, is not included in the guidance.

The following significant exchange rates against the Euro applied during the periods presented:

	Average rate for the year			Spot rate as of		
	June 30, 2025	Dec. 31, 2024	June 30, 2024	June 30, 2025	Dec. 31, 2024	June 30, 2024
Brazilian Real (BRL)	6.28666	5.80177	5.49174	6.43840	6.42530	5.89150
Chinese Renminbi (CNY)	7.91471	7.78606	7.80101	8.39700	7.58330	7.77480
Mexican Peso (MXN)	21.80119	19.70209	18.49983	22.08988	21.55038	19.56539
Saudi Riyal (SAR)	4.09501	4.05845	4.05456	4.40460	3.89941	4.01366
Swiss Franc (CHF)	0.94136	0.95260	0.96154	0.93470	0.94120	0.96340
Thai Baht (THB)	36.59362	38.15161	39.12564	38.12503	35.67597	39.31908
US Dollar ($ or USD)	1.09113	1.08182	1.08110	1.17199	1.03890	1.07050

Alternative performance measures

Additional information about alternative performance measures used by management is included in the consolidated financial statements for the year ended December 31, 2024. Definitions and reconciliations to measures defined in IFRS accounting standards can also be found via the following link:

https://www.sig.biz/en/investors/financial-definitions

Consolidated interim financial statements for the six months ended June 30, 2025

SIG Group AG

See note 3 for further details on the consolidated interim financial statements.

Consolidated interim statement of profit or loss and other comprehensive income

(In € million)	Note	Six months ended June 30, 2025	Six months ended June 30, 2024
Revenue	6, 7	1,578.5	1,573.2
Cost of sales		(1,184.5)	(1,228.5)
Gross profit		**394.0**	**344.7**
Other income	8	6.5	54.9
Selling, marketing and distribution expenses		(68.3)	(65.7)
General and administrative expenses		(136.8)	(139.2)
Other expenses	8	(15.9)	(9.9)
Share of profit of joint venture		-	0.2
Profit from operating activities		**179.5**	**185.0**
Finance income		11.8	5.8
Finance expenses		(68.7)	(77.3)
Net finance expense	17	**(56.9)**	**(71.5)**
Profit before income tax		**122.6**	**113.5**
Income tax expense		(31.6)	(28.6)
Profit for the period	9	**91.0**	**84.9**
Other comprehensive income			
Items that may be reclassified to profit or loss			
Currency translations of foreign operations:			
- recognized in translation reserve		(227.8)	(27.7)
Items that will not be reclassified to profit or loss			
Remeasurement of defined benefit plans	18	6.8	19.8
Total other comprehensive income, net of income tax		**(221.0)**	**(7.9)**
Total comprehensive income		**(130.0)**	**77.0**
Basic earnings per share (in €)	10	0.24	0.22
Diluted earnings per share (in €)	10	0.24	0.22

Consolidated interim statement of financial position

(In € million)	Note	As of June 30, 2025	As of Dec. 31, 2024
Cash and cash equivalents	19	240.4	303.4
Trade and other receivables	15	470.9	500.2
Inventories		408.1	376.7
Current tax assets		13.9	13.9
Other current assets		60.2	47.3
Total current assets		**1,193.5**	**1,241.5**
Non-current receivables		10.9	9.1
Investment in joint venture		0.7	0.7
Deferred tax assets		68.3	68.7
Property, plant and equipment	12	1,778.5	1,874.0
Right-of-use assets	13	305.6	322.0
Intangible assets	14	3,738.3	3,962.1
Employee benefits	18	185.9	181.8
Other non-current assets		26.4	29.3
Total non-current assets		**6,114.6**	**6,447.7**
Total assets		**7,308.1**	**7,689.2**
Trade and other payables		872.3	1,096.4
Loans and borrowings	16	254.8	776.7
Current tax liabilities		44.5	50.3
Employee benefits		63.0	73.1
Provisions		16.0	14.6
Deferred revenue		110.4	112.4
Other current liabilities		9.0	9.0
Total current liabilities		**1,370.0**	**2,132.5**
Non-current payables		15.4	14.2
Loans and borrowings	16	2,437.7	1,694.4
Deferred tax liabilities		212.4	223.0
Employee benefits		99.3	104.2
Provisions		24.2	25.1
Deferred revenue		345.8	360.0
Other non-current liabilities		2.1	3.7
Total non-current liabilities		**3,136.9**	**2,424.6**
Total liabilities		**4,506.9**	**4,557.1**
Share capital		3.4	3.4
Additional paid-in capital		2,297.6	2,498.6
Translation reserve	19	(350.2)	(122.4)
Treasury shares	18	(0.1)	(1.0)
Retained earnings		850.5	753.5
Total equity		**2,801.2**	**3,132.1**
Total liabilities and equity		**7,308.1**	**7,689.2**

Consolidated interim statement of changes in equity

(In € million)	Note	Share capital	Additional paid-in capital	Translation reserve	Treasury shares	Retained earnings	Total equity
Equity as of January 1, 2025		**3.4**	**2,498.6**	**(122.4)**	**(1.0)**	**753.5**	**3,132.1**
Profit for the period						**91.0**	**91.0**
Other comprehensive income							
Items that may be reclassified to profit or loss							
Currency translations of foreign operations:							
- recognized in translation reserve	19			(227.8)			**(227.8)**
Items that will not be reclassified to profit or loss							
Remeasurement of defined benefit plans	18					6.8	**6.8**
Total other comprehensive income, net of income tax		**-**	**-**	**(227.8)**	**-**	**6.8**	**(221.0)**
Total comprehensive income for the period		**-**	**-**	**(227.8)**	**-**	**97.8**	**(130.0)**
Share-based payments	22					2.8	**2.8**
Purchase of treasury shares	18				(1.0)		**(1.0)**
Settlement of share-based payment plans and arrangements	18, 22		1.7		1.9	(3.6)	**-**
Dividends	18		(202.7)				**(202.7)**
Total transactions with owners		**-**	**(201.0)**	**-**	**0.9**	**(0.8)**	**(200.9)**
Equity as of June 30, 2025		**3.4**	**2,297.6**	**(350.2)**	**(0.1)**	**850.5**	**2,801.2**
Equity as of January 1, 2024		**3.4**	**2,684.9**	**(149.0)**	**(1.5)**	**559.3**	**3,097.1**
Profit for the period						**84.9**	**84.9**
Other comprehensive income							
Items that may be reclassified to profit or loss							
Currency translations of foreign operations:							
- recognized in translation reserve				(27.7)			**(27.7)**
Items that will not be reclassified to profit or loss							
Remeasurement of defined benefit plans	18					19.8	**19.8**
Total other comprehensive income, net of income tax		**-**	**-**	**(27.7)**	**-**	**19.8**	**(7.9)**
Total comprehensive income for the period		**-**	**-**	**(27.7)**	**-**	**104.7**	**77.0**
Share-based payments	22					2.1	**2.1**
Purchase of treasury shares	18				(4.5)		**(4.5)**
Settlement of share-based payment plans and arrangements	18, 22		1.6		4.4	(4.4)	**1.6**
Dividends	18		(187.8)				**(187.8)**
Total transactions with owners		**-**	**(186.2)**	**-**	**(0.1)**	**(2.3)**	**(188.6)**
Equity as of June 30, 2024		**3.4**	**2,498.7**	**(176.7)**	**(1.6)**	**661.7**	**2,985.5**

Consolidated interim statement of cash flows

(In € million)	Note	Six months ended June 30, 2025	Six months ended June 30, 2024
Cash flows from operating activities			
Profit for the period		91.0	84.9
Adjustments for:			
Depreciation and amortization		184.0	208.6
Impairment losses	12	0.2	16.7
Net change in fair value of operating derivatives		2.2	(11.1)
Share-based payment expense	22	2.8	2.1
Gain on sale of property, plant and equipment and non-current assets		-	(0.5)
Share of profit of joint venture		-	(0.2)
Net finance expense	17	56.9	71.5
Interest paid		(60.0)	(67.2)
Payment of transaction and other costs relating to financing		(3.7)	(1.7)
Income tax expense		31.6	28.6
Income taxes paid, net of refunds received		(48.0)	(63.0)
		257.0	**268.7**
Change in trade and other receivables		(8.5)	(48.3)
Change in inventories		(47.5)	(15.2)
Change in trade and other payables, including advance payments		(179.8)	(96.9)
Change in provisions and employee benefits		(5.4)	3.4
Change in other assets and liabilities, including deferred revenue		10.0	4.2
Net cash from operating activities	11	**25.8**	**115.9**
Cash flows from investing activities			
Acquisition of property, plant and equipment and intangible assets		(137.9)	(168.0)
Sale of property, plant and equipment and other assets		0.1	1.3
Interest received		3.8	2.0
Net cash used in investing activities	11	**(134.0)**	**(164.7)**
Cash flows from financing activities			
Proceeds from loans and borrowings	16	1,036.9	1,121.4
Repayment of loans and borrowings	16	(748.2)	(846.4)
Payment of lease liabilities	16	(27.8)	(25.8)
Purchase of treasury shares	18	(1.0)	(4.5)
Sale of treasury shares	18, 22	-	1.6
Payment of dividends	18	(202.7)	(187.8)
Other		(0.3)	(3.4)
Net cash from financing activities	11	**56.9**	**55.1**
Net (decrease)/increase in cash and cash equivalents		**(51.3)**	**6.3**
Cash and cash equivalents as of the beginning of the period		303.4	280.9
Effect of exchange rate fluctuations on cash and cash equivalents		(11.7)	(1.0)
Cash and cash equivalents as of the end of the period	19	**240.4**	**286.2**

BASIS OF PREPARATION

This section includes information on the parent company and the Group. It further contains certain details about the preparation of the consolidated interim financial statements, including general accounting policies and topics. An overview of the structure of the consolidated interim financial statements is also provided. In addition, the key events and transactions in the period are highlighted.

1 Reporting entity and overview of the Group

SIG Group AG ("SIG" or the "Company") is domiciled in Switzerland and has been listed on SIX Swiss Exchange since September 28, 2018.

The consolidated interim financial statements for the six months ended June 30, 2025 comprise the Company and its subsidiaries (together referred to as the "Group" or the "SIG Group"). The subsidiaries and joint venture reflected in the consolidated interim financial statements are listed in note 27 of the consolidated financial statements for the year ended December 31, 2024. See note 20 for information about changes in the group structure that took place in the six months ended June 30, 2025.

SIG is a leading packaging solutions provider, offering carton, bag-in-box and spouted pouch packaging solutions. The packaging solution offerings consist of filling lines and other related equipment, packaging material and after-market services.

2 Preparation of the consolidated interim financial statements

The consolidated interim financial statements for the six months ended June 30, 2025 have been prepared in accordance with IAS 34 *Interim Financial Reporting*. They were approved by the Company's Board of Directors on July 24, 2025. They also comply with the Listing Rules of SIX Swiss Exchange and with Swiss company law.

The consolidated interim financial statements should be read in conjunction with the consolidated financial statements for the year ended December 31, 2024. They do not include all the information required for a complete set of financial statements prepared in accordance with IFRS Accounting Standards. However, they include information required to explain events and transactions that are significant for an understanding of the changes in the Group's financial position and performance since the last annual financial statements.

3 Structure of the consolidated interim financial statements

The consolidated interim financial statements are structured into different sections that should facilitate an overview and understanding of the Group's operations, financial position and performance. The notes are included in these sections based on their relevance and provide information that is material and relevant to the consolidated interim financial statements.

BASIS OF PREPARATION	OUR OPERATING PERFORMANCE	OUR OPERATING ASSETS AND LIABILITIES	OUR FINANCING AND FINANCIAL RISK MANAGEMENT	OUR GROUP STRUCTURE AND RELATED PARTIES	OUR PEOPLE	OTHER
1 Reporting entity and overview of the Group 2 Preparation of the consolidated interim financial statements 3 Structure of the consolidated interim financial statements 4 Key events and transactions 5 General accounting policies and topics	6 Revenue 7 Segment information 8 Other income and expenses 9 Alternative performance measures 10 Earnings per share 11 Cash flow information	12 Property, plant and equipment 13 Right-of-use assets 14 Intangible assets 15 Trade and other receivables	16 Loans and borrowings 17 Finance income and expenses 18 Equity 19 Financial risk management	20 Group entities 21 Related parties	22 Share-based payment plans and arrangements	23 Financial instruments and fair value information 24 Contingent liabilities 25 Subsequent events

4 Key events and transactions

The following key events and transactions took place in the six months ended June 30, 2025.

Refinancing transactions

On March 19, 2025, the Group issued €625 million of senior unsecured bonds. Proceeds from the issue of bonds, together with draw-downs of the Group's revolving credit facilities, were used to repay €550 million of senior unsecured notes and €85.5 million of unsecured *Schuldscheindarlehen* ("SSD", a private German debt placement) that were due in June 2025. See note 16 for additional details.

Changes in the Board of Directors

Ola Rollén was elected as a member and the chair of the Board of Directors at the Annual General Meeting on April 8, 2025. The former chair, Andreas Umbach, did not stand for re-election. Matthias Währen, Wah-Hui Chu and Laurens Last did also not stand for re-election. Niren Chaudhary and Urs Riedener were elected as new members of the Board of Directors.

5 General accounting policies and topics

5.1 Application of accounting policies

The accounting policies applied by the Group in the consolidated interim financial statements for the six months ended June 30, 2025 are consistent with those applied in the consolidated financial statements for the year ended December 31, 2024. The income tax expense for the interim period is determined by applying the expected annual tax rate to the profit before income tax for the interim period.

5.2 Impact of new or amended standards and interpretations

One amended standard became effective for annual periods beginning on January 1, 2025. The amendment relates to the exchangeability of foreign currencies. It had no impact on the consolidated interim financial statements and is expected to have no impact on the consolidated financial statements for the year ending December 31, 2025.

5.3 Adoption of standards and interpretations in 2026 and beyond

A number of new or amended standards and interpretations are effective for annual periods beginning on January 1, 2026 or later and have not been applied in preparing these consolidated interim financial statements. The Group does not plan to adopt these standards and interpretations before their effective dates. Many of them are not applicable to the Group or are expected to have no, or no material, impact on the consolidated financial statements.

IFRS 18 *Presentation and Disclosure in the Financial Statements* is effective from January 1, 2027 on a retrospective basis. The adoption of this standard introduces some changes to notably the presentation of items in the statement of profit and loss and other comprehensive income but also to the presentation of items in statement of financial position and the statement of cash flows. There is also additional guidance on aggregation/disaggregation of information and requirements on disclosure and audit of certain management-defined performance measures. The Group does not expect to be materially impacted by the changes introduced by IFRS 18.

5.4 Critical accounting judgements, estimates and assumptions

The significant judgements made by management and the key estimates and assumptions used in the preparation of the consolidated interim financial statements for the six months ended June 30, 2025 are consistent with those disclosed in note 5.4 of the consolidated financial statements for the year ended December 31, 2024, with the exception of estimates required in determining taxes on income in interim periods (see note 5.1). The impacts of global economic uncertainty on the Group remain unchanged (see note 5.4 of the consolidated financial statements for the year ended December 31, 2024). The Group overall has not been, and is currently not, significantly impacted by geopolitical events such as the war in Ukraine, the conflicts in the Middle East, disruption on major shipping routes and increased tariffs. However, the Group may be impacted by the influence these events have on foreign currency exchange rate movements.

OUR OPERATING PERFORMANCE

This section covers our operating performance at Group as well as at segment level. It includes alternative performance measures that management believes are relevant in evaluating the Group's performance and liquidity.

6 Revenue

Revenue derives from the sale of goods such as carton sleeves, closures, bag-in-box and spouted pouches with associated materials (barrier film and fitments), filling lines and other related equipment as well as the provision of after-market services. Revenue is presented net of returns, trade discounts, volume rebates and other customer incentives. In addition, the Group presents income from the deployment of filling lines and other related equipment under contracts that are accounted for as leases as part of revenue.

Composition of revenue

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Revenue from sale of packaging material, sale of filling lines and other related equipment, and service contracts	1,490.2	1,492.4
Revenue from filling line and other related equipment contracts accounted for as leases	88.3	80.8
Total revenue	**1,578.5**	**1,573.2**

The Group's total revenue is disaggregated by major product/service line in the table below.

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Revenue from the sale of carton, bag-in-box and spouted pouch	1,366.7	1,362.3
Filling line and other related equipment revenue	107.3	111.8
Service revenue	104.4	99.0
Other revenue	0.1	0.1
Total revenue	**1,578.5**	**1,573.2**

Revenue from the sale of carton, bag-in-box and spouted pouch is mainly composed of revenue from the sale of aseptic carton sleeves and closures.

Filling line and other related equipment revenue is composed of revenue from the deployment of equipment under contracts that are accounted for as leases as well as from the sale of equipment.

Service revenue relates to after-market services in relation to the Group's equipment.

The Group's revenue is disaggregated by type of business in the table below.

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Revenue from the carton business	1,304.4	1,302.0
Revenue from the bag-in-box and spouted pouch businesses	274.1	271.2
Total revenue	**1,578.5**	**1,573.2**

Revenue from the carton business mainly relates to the provision of aseptic carton packaging solutions but also to the provision of chilled carton packaging solutions in Asia.

Seasonality

The Group's aseptic carton business experiences moderate seasonal fluctuations, primarily due to seasonal consumption patterns and performance incentive programs relating to carton sleeves that generally end in the fourth quarter. Customers tend to purchase additional carton sleeves prior to the end of the year to meet seasonal demand and to avail themselves of annual volume rebates, typically resulting in higher sales during the fourth quarter. Historically, this has resulted in relatively low sales in the first quarter. The bag-in-box, spouted pouch and chilled carton businesses are not significantly exposed to seasonality.

7 Segment information

The Group has four operating segments, which are also the reportable segments: Europe, India, Middle East and Africa ("IMEA"), Asia Pacific ("APAC") and Americas. The packaging solution offered by the segments consists of filling lines and other related equipment, packaging material and after-market services.

Overview of the segments and Group Functions

Refer to note 7 of the consolidated financial statements for the year ended December 31, 2024 for an overview of the different segments and Group Functions.

Segment financial information

The following tables present financial information about the Group's segments and Group Functions. The same measurement basis is used when presenting the segment information as is used in the Group's consolidated financial statements.

	Six months ended June 30, 2025							
(In € million)	Europe	IMEA	APAC	Americas	Total segments	Group Functions	Reconciling items	Total
Revenue from transactions with external customers	513.8	228.3	413.6	422.6	**1,578.3**	0.2	-	**1,578.5**
Revenue from inter-segment transactions	201.6	4.6	20.7	3.3	**230.2**	36.5	(266.7)	**-**
Segment revenue	715.4	232.9	434.3	425.9	**1,808.5**	36.7	(266.7)	**1,578.5**
Cost of sales	(569.5)	(178.4)	(335.7)	(337.8)	**(1,421.4)**	(29.8)	266.7	**(1,184.5)**
Adjusted EBITDA[1]	164.9	58.3	110.1	80.7	**414.0**	(42.0)	-	**372.0**

	Six months ended June 30, 2024							
(In € million)	Europe	IMEA	APAC	Americas	Total segments	Group Functions	Recon-ciling items	Total
Revenue from transactions with external customers	516.6	220.7	416.4	419.4	**1,573.1**	0.1	-	**1,573.2**
Revenue from inter-segment transactions	179.3	12.0	25.9	2.9	**220.1**	42.7	(262.8)	**-**
Segment revenue	695.9	232.7	442.3	422.3	**1,793.2**	42.8	(262.8)	**1,573.2**
Cost of sales	(583.2)	(183.9)	(361.9)	(324.7)	**(1,453.7)**	(37.6)	262.8	**(1,228.5)**
Adjusted EBITDA[1]	141.6	60.1	115.9	92.8	**410.4**	(40.9)	-	**369.5**

1 The performance of the segments is presented with reference to adjusted EBITDA, excluding intra-group trademark and royalty payments. Refer to note 9 for additional details about adjusted EBITDA.

Disaggregation of segment revenue

The following tables present revenue from transactions with external customers for the segments, split by major product/service line.

	Six months ended June 30, 2025						
(In € million)	Europe	IMEA	APAC	Americas	Total segments	Group Functions	Total
Revenue from the sale of carton, bag-in-box and spouted pouch	460.6	185.2	347.7	373.2	**1,366.7**	-	**1,366.7**
Filling line and other related equipment revenue	21.5	22.9	38.3	24.6	**107.3**	-	**107.3**
Service revenue	31.7	20.2	27.6	24.8	**104.3**	0.1	**104.4**
Other revenue	-	-	-	-	**-**	0.1	**0.1**
Total revenue	**513.8**	**228.3**	**413.6**	**422.6**	**1,578.3**	**0.2**	**1,578.5**

	Six months ended June 30, 2024						
(In € million)	Europe	IMEA	APAC	Americas	Total segments	Group Functions	Total
Revenue from the sale of cartons, bag-in-boxes and spouted pouch	450.4	188.4	350.3	373.2	**1,362.3**	-	**1,362.3**
Filling line and other related equipment revenue	39.5	14.7	35.9	21.7	**111.8**	-	**111.8**
Service revenue	26.7	17.6	30.2	24.5	**99.0**	-	**99.0**
Other revenue	-	-	-	-	**-**	0.1	**0.1**
Total revenue	**516.6**	**220.7**	**416.4**	**419.4**	**1,573.1**	**0.1**	**1,573.2**

8 Other income and expenses

Other income and expenses relate to activities and transactions that are outside the Group's principal revenue-generating activities. Foreign currency exchange gains and losses as well as fair value changes on commodity and foreign currency derivatives entered into as part of the operating business are also presented as other income and expenses. Activities and transactions of a significant or unusual nature are generally excluded in the calculation of the performance measures adjusted EBITDA, adjusted EBIT and adjusted net income used by management (see note 9).

Composition of other income and expenses

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Net change in fair value of operating derivatives	-	10.9
Change in fair value of contingent consideration	3.4	38.7
Income from miscellaneous services	1.1	1.2
Rental income	0.4	0.4
Other	1.6	3.7
Total other income	**6.5**	**54.9**
Net foreign currency exchange loss	(6.8)	(7.7)
Net change in fair value of operating derivatives	(3.2)	-
Transaction- and acquisition-related costs	(1.5)	(0.8)
Integration costs	(0.1)	(0.6)
Other	(4.3)	(0.8)
Total other expenses	**(15.9)**	**(9.9)**

See note 9 for information about the change in the fair value of the contingent consideration and the "Other" category.

For the six months ended June 30, 2024, the Group recognized an unrealized net gain on commodity and foreign currency derivatives of €10.9 million. This arose primarily because the Group entered into commodity derivative contracts fixing prices for polymers at levels below the current forward prices.

9 Alternative performance measures

Management uses a number of measures to assess the performance of the Group that are not defined in IFRS Accounting Standards, including adjusted EBITDA, adjusted EBIT, adjusted net income, adjusted earnings per share, net capital expenditure, free cash flow and net leverage ratio.

The Group's definitions of the non-IFRS performance measures are the same as those applied in the consolidated financial statements for the year ended December 31, 2024. See notes 9, 10, 11 and 22 of the consolidated financial statements for the year ended December 31, 2024 for definitions and information on why management believes that these alternative non-IFRS performance measures are important measures of the Group's performance.

Adjusted EBITDA, adjusted EBIT and adjusted net income are presented in this note. See note 10 for adjusted earnings per share, note 11 for net capital expenditure and free cash flow and note 16 for the Group's net leverage ratio.

Adjusted EBITDA

The following table reconciles profit for the period to EBITDA and adjusted EBITDA.

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Profit for the period	**91.0**	**84.9**
Net finance expense	56.9	71.5
Income tax expense	31.6	28.6
Depreciation and amortization	184.0	208.6
EBITDA	**363.5**	**393.6**
Adjustments to EBITDA:		
Unrealized loss/(gain) on operating derivatives	3.2	(10.9)
Restructuring costs, net of reversals	0.5	6.9
Transaction- and acquisition-related costs	1.5	0.8
Integration costs	0.1	0.6
Change in fair value of contingent consideration	(3.7)	(37.5)
Impairment losses	0.1	15.9
Other	6.8	0.1
Adjusted EBITDA	**372.0**	**369.5**

The change in the fair value of the contingent consideration (including unrealized foreign exchange impacts) in the six months ended June 30, 2025 and June 30, 2024 relates to the remeasurement of the US Dollar contingent consideration for Scholle IPN at fair value as of June 30, 2025 and June 30, 2024. See note 23 for further information.

The "Other" category for the six months ended June 30, 2025 includes consulting costs for the renewal of the Group's IT systems, including the bag-in box and spouted pouch system integration.

The restructuring costs and the impairment losses for the six months ended June 30, 2024 mainly related to the transfer of the Group's chilled carton production in Shanghai to the same location as its aseptic carton facilities in the Suzhou Industrial Park in China that started in the first half of 2024. After the initiation of a sale process and the recognition of impairment losses in the same period, the production building and related right-of-use assets were classified as held for sale. Due to materiality reasons, the assets held for sale at the total amount of €11.8 million as of June 30, 2025 (€13.1 million as of December 31, 2024) are presented as part of "Other current assets". The decrease in value since December 31, 2024 is due to foreign currency exchange movements. For additional details, refer to note 9 of the consolidated financial statements for the year ended December 31, 2024. The sale of the production building and the right-of-use assets is expected to complete by the end of the third quarter of 2025.

Adjusted EBIT

The following table reconciles EBIT to adjusted EBIT.

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
EBIT (Profit from operating activities)	**179.5**	**185.0**
Adjustments to EBITDA[1]	8.5	(24.1)
PPA depreciation and amortization - Onex acquisition[2]	21.8	51.5
PPA amortization - Other acquisitions	23.2	23.7
Adjusted EBIT	**233.0**	**236.1**

1 For the different adjustments to EBITDA, refer to the adjusted EBITDA table at the beginning of this note.

2 PPA amortization relating to the Onex acquisition ceased in the first quarter of 2025.

Adjusted net income

The following table reconciles profit for the period to adjusted net income.

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Profit for the period	**91.0**	**84.9**
Non-cash foreign currency exchange impact of non-functional currency loans and realized foreign currency exchange impact due to refinancing	(3.6)	0.7
Amortization of transaction costs	2.4	1.5
Net change in fair value of financing-related derivatives	1.1	0.2
PPA depreciation and amortization – Onex acquisition[1]	21.8	51.5
PPA amortization – other acquisitions	23.2	23.7
Net effect of early repayment of loan	-	1.6
Adjustments to EBITDA[2]	8.5	(24.1)
Tax effect on above items	(8.3)	(19.8)
Adjusted net income	**136.1**	**120.2**

1 PPA amortization relating to the Onex acquisition ceased in the first quarter of 2025.

2 For the different adjustments to EBITDA, refer to the adjusted EBITDA table at the beginning of this note.

10 Earnings per share

Basic and diluted earnings per share

The following table shows basic and diluted earnings per share.

(In € million unless indicated)	Six months ended June 30, 2025	Six months ended June 30, 2024
Profit for the period	91.0	84.9
Weighted average number of shares for the period – basic (in numbers)	382,233,352	382,214,175
Basic earnings per share (in €)	**0.24**	**0.22**
Profit for the period	91.0	84.9
Weighted average number of shares for the period – diluted (in numbers)	382,239,179	382,214,175
Diluted earnings per share (in €)	**0.24**	**0.22**

Diluted earnings per share reflects the effect of dilutive potential (registered) shares under the Group's equity-settled share-based payment plans and arrangements.

Adjusted earnings per share

The following table shows basic and diluted adjusted earnings per share (see also note 9).

(In € million unless indicated)	Six months ended June 30, 2025	Six months ended June 30, 2024
Adjusted net income	136.1	120.2
Weighted average number of shares for the period – basic (in numbers)	382,233,352	382,214,175
Adjusted earnings per share – basic (in €)	**0.36**	**0.31**
Adjusted net income	136.1	120.2
Weighted average number of shares for the period – diluted (in numbers)	382,239,179	382,214,175
Adjusted earnings per share – diluted (in €)	**0.36**	**0.31**

11 Cash flow information

This note includes certain information about the Group's cash flows (see also note 9) as well as non-cash transactions.

Net capital expenditure

The Group's capital expenditure primarily relates to investments in own production, plant and equipment (PP&E capital expenditure, excluding filling lines and other related equipment) and to the assembly and deployment of filling lines and other related equipment with customers under contracts accounted for as operating leases (filling lines and other related equipment capital expenditure). The Group's investments in intangible assets are less significant. To better reflect the Group's investments in production plants and production equipment via leases, management also considers lease payments as part of capital expenditure.

The following table reconciles capital expenditure to net capital expenditure and to net capital expenditure, including lease payments.

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
PP&E and intangible assets (net of sales and excluding filling lines and other related equipment)	50.4	61.0
Filling lines and other related equipment	87.4	105.7
Capital expenditure	**137.8**	**166.7**
Upfront cash	(56.1)	(63.8)
Net capital expenditure	**81.7**	**102.9**
Payment of lease liabilities	27.8	25.8
Net capital expenditure, including lease payments	**109.5**	**128.7**

Free cash flow

The following table reconciles net cash from operating activities to free cash flow.

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Net cash from operating activities	**25.8**	**115.9**
Acquisition of property, plant and equipment and intangible assets (net of sales)	(137.8)	(166.7)
Payment of lease liabilities	(27.8)	(25.8)
Free cash flow	**(139.8)**	**(76.6)**

Free cash flow is impacted by customer incentive payments (reported in change in trade and other payables in the statement of cash flows) that were higher in the six months ended June 30, 2025 as a result of 2024 volume growth.

Non-cash transactions

Non-cash transactions include the initial recognition of leases on the statement of financial position (see notes 13 and 16) and the granting of instruments under the Group's 2025 and 2024 share-based plans and arrangements (see note 22).

New leases mainly relate to production equipment for closures. Notably for the six months ended June 30, 2024, the 20-year lease of the Group's new chilled carton production plant in China also commenced in the second quarter (with an initial lease liability and related right-of-use asset recognized of approximately €39 million each).

OUR OPERATING ASSETS AND LIABILITIES

This section includes certain information about the Group's operating assets and liabilities. The main operating assets relate to the Group's production equipment and its deployed filling lines and other related equipment accounted for as operating leases. The Group also has right-of-use assets resulting from lease contracts entered into as a lessee. The Group's trade receivables balance is reduced by selling trade receivables under securitization and factoring programs. A substantial part of the Group's assets relates to goodwill and other intangible assets. The main operating liabilities relate to trade payables and accruals for various incentive programs. Other liabilities mainly comprise deferred revenue relating to advance payments received for filling lines deployed under contracts accounted for as operating leases.

12 Property, plant and equipment

Property, plant and equipment ("PP&E") is mainly composed of filling lines that are deployed at customers' sites under contracts that qualify to be accounted for as operating leases and the Group's plant and production equipment. PP&E also includes work in progress, which relates to construction of filling machines and to filling lines and other related equipment under installation at customers' sites as well as to construction of various types of production equipment used by the Group in its production and assembly plants. The Group is a lessor in respect of its filling lines and other related equipment deployed with its customers.

Capital expenditure commitments

As of June 30, 2025, the Group had entered into contracts to incur capital expenditure of €98.8 million for the acquisition of PP&E (€94.2 million as of December 31, 2024). The commitments relate to filling machine and other related equipment assembly, certain downstream equipment and various equipment for the Group's production plants and similar facilities.

13 Right-of-use assets

The Group generally purchases its production-related buildings and equipment. However, it also enters into lease contracts. Right-of-use assets relate to lease contracts that the Group has entered into as lessee. The contracts mainly cover leases of assets such as office buildings, production-related buildings and equipment, warehouses and cars.

Lease commitments

The Group has entered into lease contracts that have not yet commenced. The present value of estimated future lease payments under these lease contracts was approximately €37 million as of June 30, 2025 (€28 million as of December 31, 2024). These contracts mainly relate to leases of production equipment for closures that are expected to commence within the next twelve to eighteen months.

14 Intangible assets

The largest portion of the Group's intangible assets is goodwill. Around half of the goodwill arose as a result of the acquisition of the SIG Group by Onex in 2015. The remaining half of the goodwill mainly arose as a result of the acquisitions of the bag-in-box and spouted pouch businesses (Scholle IPN) in 2022, Evergreen's chilled carton business in Asia Pacific ("Evergreen Asia") in 2022 and the remaining shares of the joint ventures in the Middle East in 2021. The other intangible assets mainly consist of trademarks, customer relationships and technology-related assets. The SIG trademarks have indefinite useful lives.

15 Trade and other receivables

Trade and other receivables mainly comprise trade receivables.

The Group has a securitization program under which it sells a portion of its packaging material-related trade receivables without recourse. The Group also has a small number of minor factoring programs. The trade receivables sold by the Group qualify for derecognition.

The off-balance sheet trade receivables sold under the securitization program, net of the retained reserve, amounted to €187.5 million as of June 30, 2025 (€201.0 million as of December 31, 2024).

The factored amounts totaled €35.1 million as of June 30, 2025 (€37.7 million as of December 31, 2024).

OUR FINANCING AND FINANCIAL RISK MANAGEMENT

This section includes certain information about the Group's financing in the form of loans and borrowings and equity. The expenses for financing are also presented in this section. Lastly, the Group's financial risk management policy and exposure to liquidity, market and credit risks are summarized.

16 Loans and borrowings

Overview

The Group's loans and borrowings consist of senior unsecured Euro-denominated bonds, senior unsecured credit facilities, an unsecured US Dollar term loan and two unsecured Euro *Schuldscheindarlehen* ("SSD", a private German debt placement). The senior unsecured credit facilities consist of a Euro-denominated term loan and two committed Euro revolving credit facilities. In addition, the Group has access to local credit facilities in various locations. Liabilities under lease contracts where the Group is the lessee are also included in loans and borrowings.

Composition of loans and borrowings

The table below shows the carrying amount of the Group's loans and borrowings.

(In € million)	As of June 30, 2025	As of Dec. 31, 2024
Senior unsecured notes	-	549.5
Unsecured SSD	-	85.5
Local credit lines	205.1	89.7
Lease liabilities	49.7	52.0
Current loans and borrowings	**254.8**	**776.7**
Senior unsecured bonds	621.4	-
Senior unsecured Euro term loan	49.8	49.7
Unsecured US Dollar term loan	230.1	259.5
Unsecured SSDs	1,012.3	1,011.9
Unsecured committed revolving credit facilities	259.2	100.0
Local credit lines	13.4	3.5
Lease liabilities	251.5	269.8
Non-current loans and borrowings	**2,437.7**	**1,694.4**
Total loans and borrowings	**2,692.5**	**2,471.1**

Overview of recent financing transactions

On March 19, 2025, the Group issued €625 million of senior unsecured bonds at a fixed interest of 3.75%. The bonds are traded on SIX Swiss Exchange and mature in March 2030.

Proceeds from the issue of bonds, together with draw-downs of the Group's revolving credit facilities, were used to repay €550 million of senior unsecured notes and two tranches of a total of €85.5 million unsecured SSD that were due in June 2025. The €550 million unsecured bridge loan facility agreement that the Group signed in 2024 has been cancelled due to the timely issue of the bonds.

On April 28, 2025, SIG extended the maturity date for €490 million of its €500 million committed Euro revolving credit facilities by one year from 2029 to 2030.

On May 8, 2024, the Group issued six tranches of a total of €450 million unsecured SSD with maturities of four, five and seven years at both fixed and variable interest rates. The two largest tranches are due in 2028 and 2029.

On June 28, 2024, the Group accessed new senior unsecured credit facilities consisting of a five-year €50 million term loan and two committed Euro revolving credit facilities in the total amount of €500 million. The interest rates are variable.

The proceeds from the SSD and the new term loan, together with available cash, were used on June 28, 2024 to prepay, without premium or penalty, the Group's €550 million term loan from 2020 that was due in June 2025. In connection with this, the related €300 million committed multi-currency revolving credit facility was terminated.

On September 18, 2024, the Group repaid the €100.0 million draw-down of an unsecured credit facility, using available cash.

Additional loans and borrowings details

The table below provides an overview of the main terms of the Group's long-term financing (excluding lease liabilities) as of June 30, 2025. Additional details about the loans and borrowings are included in note 23 of the consolidated financial statements for the year ended December 31, 2024.

	Principal amount	Maturity date	Interest rate
US Dollar term loan	$270 million	July 2027	Variable
Euro term loan	€50 million	June 2029	Variable
Euro revolving credit facilities	€10 million	June 2029	Variable
	€490 million	June 2030	Variable
SSD tranches (two, from 2022)	€481.0 million	June 2027–June 2029	Variable
SSD tranches (two, from 2022)	€83.5 million	June 2027–June 2029	Fixed 3.18%–3.66%
SSD tranches (two, from 2024)	€38.0 million	May 2028-May 2029	Fixed 4.24%–4.31%
SSD tranches (four, from 2024)	€412.0 million	May 2028-May 2031	Variable
Bonds	€625 million	March 2030	Fixed 3.75%

The total amount available under the revolving credit facilities was €239.4 million as of June 30, 2025 (€398.4 million as of December 31, 2024) due to €1.4 million in letters of credits that were outstanding under an ancillary facility (€1.6 million as of December 31, 2024) and draw-downs of €259.2 million to cover cash requirements in the current year (€100.0 million as of December 31, 2024). The draw-downs are expected to be repaid within one year (see also note 19).

The Group also has access to local credit facilities in various locations. As of June 30, 2025, €218.5 million of unsecured unguaranteed local credit lines had been used to cover local working capital needs (€93.2 million as of December 31, 2024).

See section "Interest rate risk" in note 19 for information on derivative contracts entered into by the Group to hedge the cash flow exposure arising on some of the debt at variable interest rates.

The obligations under the bonds, the senior unsecured credit facilities, the US Dollar term loan and the two SSDs are guaranteed by the Company on a stand-alone basis.

Under the credit agreements for the Group's senior unsecured credit facilities and the US Dollar term loan, the Group is required not to exceed a net leverage ratio of 4.0x. If the Group would not comply with these covenants, the borrowings would become repayable on demand. The Group was in compliance with all covenants and there were no events of default as of June 30, 2025 and December 31, 2024. Accordingly, these borrowings are classified as non-current liabilities. The Group expects to comply with the covenants for at least 12 months after the reporting date. The covenants are tested on an annual and semi-annual basis. See also the section "Net debt and net leverage" below.

Lease liabilities

The Group's lease liabilities mainly relate to leases of office buildings, production-related buildings and equipment, warehouses and cars.

Net debt and net leverage

The table below presents the components of net debt and the net leverage ratio (see also note 9).

(In € million)	As of June 30, 2025	As of Dec. 31, 2024
Gross debt	2,698.8	2,474.9
Cash and cash equivalents	(240.4)	(303.4)
Net debt	**2,458.4**	**2,171.5**
Net leverage ratio (last twelve months)	**3.0x**	**2.6x**

The net debt as of June 30, 2025 was higher compared with December 31, 2024 as a result of the increase in loans and borrowings and the cash seasonality of the business, offset by higher adjusted EBITDA.

17 Finance income and expenses

The Group's finance income and expenses are mainly related to finance expenses for its loans and borrowings, fair value changes on associated derivative instruments and foreign currency exchange gains and losses relating to the loans and borrowings.

Composition of net finance expense

(In € million)	Six months ended June 30, 2025	Six months ended June 30, 2024
Interest income	3.5	2.4
Net foreign currency exchange gain	6.6	-
Net interest income on interest rate swap	1.7	3.4
Finance income	**11.8**	**5.8**
Interest expense on:		
- Loan and borrowings (excluding lease liabilities)	(44.7)	(52.4)
- Lease liabilities	(11.0)	(9.1)
Amortization of original issue discount	-	(0.2)
Amortization of transaction costs	(2.4)	(1.5)
Net foreign currency exchange loss	-	(1.9)
Net change in fair value of financing-related derivatives	(1.1)	(0.2)
Net effect of early repayment of loan	-	(1.6)
Securitization expense	(5.3)	(6.3)
Other	(4.2)	(4.1)
Finance expenses	**(68.7)**	**(77.3)**
Net finance expense	**(56.9)**	**(71.5)**

Other finance expenses primarily consist of revolver commitment fees, factoring expenses and interest expense on current tax liabilities.

18 Equity

This note includes certain information about the Company's treasury shares, dividend payments and remeasurement of the Group's employee benefits with an impact on equity.

Treasury shares

The Company purchases its own shares on the market to settle its obligations under the Group's equity-settled share-based payment plans and arrangements (see note 22). The Company held 16,406 shares for this purpose as of June 30, 2025 (39,172 shares as of December 31, 2024), representing an amount of €0.3 million, or €0.1 million including foreign currency exchange movements (€0.8 million as of December 31, 2024, or €1.0 million including foreign currency exchange movements). All treasury shares are carried at acquisition cost.

In the six months ended June 30, 2025, the Company transferred 77,766 treasury shares (196,290 treasury shares in the six months ended June 30, 2024), representing €1.9 million (€4.4 million for the six months ended June 30, 2024) to participants in the Group's equity-settled share-based payment plans and arrangements.

Dividends

The Annual General Meeting held on April 8, 2025 approved a dividend of CHF 0.49 per share, for the year ended December 31, 2024, payable out of the capital contribution reserve (additional paid-in capital). The dividend payment was made on April 15, 2025 and totaled CHF 187.3 million (€202.7 million). For the year ended December 31, 2023, the shareholders were paid a dividend of CHF 0.48 per share (CHF 183.5 million or €187.8 million).

Remeasurement of employee benefits

The remeasurement of the Group's defined benefit pension plans as of June 30, 2025 resulted in a €6.8 million net increase (a €19.8 million net increase as of June 30, 2024) in other comprehensive income (net of tax), of which a €4.8 million increase relates to the Group's Swiss retirement plan (€16.5 million as of June 30, 2024).

19 Financial risk management

There have been no changes to the Group's objectives, polices and processes for managing its exposure to the financial risks summarized below since December 31, 2024. For additional details, see note 26 of the consolidated financial statements for the year ended December 31, 2024.

Liquidity risk

The Group generates sufficient cash flows from its operating activities to meet obligations arising from its financial liabilities. The Group has unrestricted cash and cash equivalents of €236.4 million as of June 30, 2025 (€287.8 million as of December 31, 2024). It has two Euro revolving credit facilities in place to cover potential shortfalls and access to local credit facilities in various locations, which are available if needed to support the cash management of local operations. In the six months ended June 30, 2025, the Group refinanced its loans and borrowings that matured in June 2025. See note 16 for additional details.

The following table includes information about the remaining contractual maturities for the Group's non-derivative financial liabilities as of June 30, 2025. The table includes both interest and principal cash flows. Balances due within one year are equal to their carrying amounts as the impact of discounting is not significant.

		Contractual cash flows				
(In € million)	Carrying amount	Total	Up to 1 year	1-2 years	2-5 years	More than 5 years
As of June 30, 2025						
Trade and other payables	(866.2)	**(866.2)**	(850.9)	(2.1)	(8.9)	(4.3)
Loans and borrowings:						
- Senior unsecured bonds	(621.4)	**(742.2)**	(23.4)	(23.4)	(695.4)	-
- Senior unsecured Euro term loan	(49.8)	**(56.6)**	(1.7)	(1.7)	(53.2)	-
- Unsecured US Dollar term loan	(230.1)	**(257.6)**	(12.1)	(12.1)	(233.4)	-
- Unsecured SSDs	(1,012.3)	**(1,123.3)**	(35.4)	(513.8)	(526.4)	(47.7)
- Unsecured committed revolving credit facilities	(259.2)	**(268.7)**	(261.7)	(1.8)	(5.2)	-
- Local credit lines	(218.5)	**(227.2)**	(210.0)	(1.1)	(16.1)	-
- Lease liabilities	(301.2)	**(508.6)**	(70.7)	(61.5)	(111.2)	(265.2)
Total non-derivative financial liabilities	**(3,558.7)**	**(4,050.4)**	**(1,465.9)**	**(617.5)**	**(1,649.8)**	**(317.2)**

The impact of the Group's interest rate swap relating to the US Dollar term loan at variable interest rate (see section "Interest rate risk" in this note) is not considered in the table above.

Amounts used under the Group's unsecured committed revolving credit facilities are classified as non-current as the Group has the right to roll-over the used amount for more than twelve months. However, the related cash outflows are presented in the table above as occurring within one year as the Group uses the facilities for short-term net working capital needs. The cash outflows after one year relate to commitment fees.

The future cash flows relating to the contingent consideration for Scholle IPN is assessed to zero as of June 30, 2025 (see note 23).

Market risk

Currency risk

As a result of the Group's international operations, it is exposed to foreign currency risk on sales, purchases, borrowings and dividend payments that are denominated in currencies that are not the functional currency of the entity involved in the transaction (see notes 8 and 17). The Group is also exposed to translation currency risk arising from the translation of the assets, liabilities and results of its foreign entities from their respective functional currencies into Euro, the Group's presentation currency. Notably for six months ended June 30, 2025, the strengthening of the Euro against the US Dollar, Chinese Renminbi, Thai Baht and Saudi Riyal negatively impacted the Group's translation reserve in equity.

The Group seeks to minimize transaction currency risk via natural offsets wherever possible. In addition, the Group systematically hedges its major transactional currency exposures. It does not hedge its exposure to translation gains or losses related to the results of its entities with a functional currency other than the Euro. See also note 5.4.

Commodity price risk

The Group's exposure to commodity price risk arises principally from the purchase of polymers and aluminum. The Group generally purchases commodities at spot market prices and uses derivatives to hedge the exposure in relation to the cost of polymers (and their feedstocks) and aluminum.

Commodity price changes cannot always be passed on to the customers on a timely basis, why there is generally a time lag between increased commodity prices and the implementation of higher customer prices in the carton business.

Interest rate risk

The Group's interest rate risk arises primarily from variable interest rates on its Euro and US Dollar term loans, six of the tranches of its two SSDs and draw-downs of its revolving credit facilities and local credit lines, but also from cash and cash equivalents. The Group pays a fixed interest rate on its bonds and four of the tranches of its two SSDs.

The Group has an interest rate swap that hedges the cash flow exposure arising on the US Dollar term loan at variable interest rate. The Group has entered into a new one-year interest rate swap that starts in July 2025, when the existing interest rate swap matures. The Group's forward interest rate agreements that hedged the cash flow exposure arising on the Euro term loan and the SSD tranches at variable interest rates matured in the second quarter of 2025.

A 100 basis point increase in the variable component of the interest rate on the Euro term loan, the SSD tranches at variable interest rates and the draw-downs of the revolving credit facilities and the local credit lines would have increased the annual interest expense by €10.1 million as of June 30, 2025. The effect of the Group's interest rate derivative contracts is considered in this analysis.

Credit risk

Credit risk arises principally from the Group's receivables from its customers. Historically, there has been a low level of losses resulting from default by customers. The Group limits its exposure to credit risk by executing a credit limit policy, requiring advance payments in certain instances, taking out insurance for specific debtors as well as utilizing securitization and non-recourse factoring programs.

OUR GROUP STRUCTURE AND RELATED PARTIES

This section provides information about changes to the Group structure and related parties.

20 Group entities

There have been no significant changes in relation to the Group entities since December 31, 2024.

SIG Receivables Management AG was merged into SIG Schweizerische Industrie-Gesellschaft GmbH, Clean Flexible Packaging Inc. was merged into SIG US LLC and SIG Holding USA LLC was merged into SIG Combibloc Inc. in the second quarter of 2025. In addition, Scholle Packaging (India) Private Ltd. and SIG Combibloc US Acquisition Inc. were liquidated.

21 Related parties

The Company has related party relationships with its shareholders, subsidiaries, a joint venture in Japan and key management. Certain information and updates about the Company's related parties is provided in this note.

Shareholders

The members of the Group Executive Board directly held 0.07% and indirectly held 0.05% of the Company's shares as of June 30, 2025 (directly 0.06% and indirectly 0.05% as of December 31, 2024). The members of the Board of Directors directly held 0.05% and indirectly held 0.3% of the Company's shares as of June 30, 2025 (directly 0.10% and indirectly 10.3% as of December 31, 2024).

Laurens Last (via CLIL Holding B.V., subsequently renamed Clean Holding B.V) received 33.75 million shares in the Company as part of the consideration for Scholle IPN in 2022. Laurens Last was a related party to the Company via his representation on the Company's Board of Directors until the Annual General Meeting on April 8, 2025, when he did not stand for re-election. Accordingly, the ownership percentages as of June 30, 2025 in the section above do not include his shareholding in the Company as of that date.

Laurens Last indirectly held 10.0% of the Company's shares as of December 31, 2024 according to the disclosure notifications reported to the Company by Laurens Last. As of December 31, 2024, he also directly held blocked shares received as compensation for being a member of the Company's Board of Directors (0.003%). He received an insignificant number of blocked shares as compensation for his time as a member of the Board of Directors in 2025.

Key management

The Company's key management includes the members of the Group Executive Board and the Board of Directors.

See note 4 for changes in the Board of Directors that took place in the six months ended June 30, 2025. Information about the participation of the members of the Group Executive Board and the Board of Directors in share-based payment plans and arrangements is included in note 22.

Related party transactions

The nature of the Company's related party relationships, balances and transactions for the six months ended June 30, 2025 has not changed compared with information disclosed in the consolidated financial statements for the year ended December 31, 2024, except for the Company's relation with Laurens Last (see section "Shareholders" above).

Note 23 includes information about the contingent portion of the consideration for Scholle IPN.

OUR PEOPLE

This section includes certain information about the Group's share-based payment plans and arrangements, of which the majority are equity-settled. These plans and arrangements have an insignificant impact on the Group's result.

22 Share-based payment plans and arrangements

Share-based long-term incentive plans for SIG employees

Performance share unit plan

The Group grants performance share units ("PSUs") to the members of the Group Executive Board and certain other members of management on an annual basis. The PSU plans have equivalent terms and vesting conditions, including a three-year service vesting condition. One PSU represents the contingent right to receive one SIG share. The number of PSUs that vest depends on the Group's long-term performance over the three-year vesting period in respect of a cumulative diluted adjusted earnings per share target, a cumulative free cash flow target and a relative total shareholder return target. For further details, refer to note 30 of the consolidated financial statements for the year ended December 31, 2024.

A total of 174,415 PSUs under the 2022 PSU plan vested on March 31, 2025, of which 125,231 PSUs relate to members of the Group Executive Board at the vesting date. Based on the achievement of the targets described above, the participants were entitled to 45,359 shares, of which 32,564 shares relate to members of the Group Executive Board at the vesting date. Under the 2021 PSU plan, 154,642 PSUs vested on March 31, 2024, of which 109,818 PSUs related to members of the Group Executive Board at the vesting date. The participants were entitled to 71,139 shares, of which 50,518 shares related to members of the Group Executive Board at the vesting date.

The Group settled its obligation under the 2022 and 2021 PSU plans by delivering treasury shares (see note 18). The total amount of €2.5 million recognized as a share-based payment expense for the 2022 PSU plan has been recognized as a decrease in equity (€3.5 million for the 2021 PSU plan). The difference between this amount and the sum of the cost of the delivered treasury shares is presented as an adjustment of additional paid-in capital.

The grant date for the 2025 PSU plan was April 1, 2025, when 18 employees were granted a total of 281,293 PSUs, of which 243,859 PSUs relate to members of the Group Executive Board. The fair value of one PSU was CHF 15.32 as of the grant date. Under the 2024 PSU plan, 17 employees were granted a total of 240,757 PSUs, of which 214,412 PSUs related to members of the Group Executive Board.

Restricted share unit plan

The Group grants a small number of restricted share units ("RSUs") to a limited number of employees on an annual basis. One RSU represents the contingent right to receive one SIG share, subject to the fulfilment of a three-year service vesting condition.

RSUs under the 2022 and 2021 RSU plan vested on March 31, 2025 and March 31, 2024, respectively. The Group settled its obligation by delivering treasury shares. The grant date for the 2025 RSU plan was April 1, 2025 when two employees were granted in total 31,653 RSUs, of which 14,893 RSUs relate to a member of the Group Executive Board (none under the 2024 RSU plan).

Equity investment plan

The Group has an annual equity investment plan ("EIP") for a wider group of management in leadership positions and other key employees and talents, under which the participants may choose to invest in SIG shares at market value. The shares are blocked for three years. For each purchased share, the Group grants the participants two matching options to purchase another two shares at a pre-defined exercise price at the end of a three-year vesting period.

A total of 117,840 options under the 2022 EIP plan vested on June 1, 2025. The options can be exercised during a ten-month period after the vesting date. No options had been exercised as of June 30, 2025. The Group's obligation under the 2022 EIP plan will be settled by delivering treasury shares. A total of 97,112 options under the 2021 EIP plan vested on June 1, 2024. No options were exercised within the ten-month exercise period after the vesting date.

The grant date for the 2025 EIP plan was May 30, 2025, when 53 employees were granted a total of 125,366 options. The fair value of one option was CHF 2.55 as of the grant date. Under the 2024 EIP plan, 51 employees were granted a total of 123,536 options.

Integration plans

As part of the integration of Scholle IPN and Evergreen Asia into the Group, 41 employees who were key to the integration were granted a total of 302,792 PSUs under two smaller PSU integration plans in August 2022. One of the plans is cash-settled. The number of PSUs that will vest on December 31, 2025 depends on the achievement of certain targets, including targets linked to the performance and integration of the two acquired businesses.

Share-based payment arrangements for members of the Board of Directors

The members of the Board of Directors receive 40% of their total compensation in SIG shares that are blocked for three years. The blocked shares have been delivered by using treasury shares.

Share-based payment expense

The share-based payment expense recognized as a personnel expense for the six months ended June 30, 2025 relating to the PSU, RSU, equity investment and integration plans for SIG employees amounts to €2.0 million, of which €1.6 million relates to members of the Group Executive Board (€1.3 million for the six months ended June 30, 2024, of which €0.7 million related to members of the Group Executive Board).

The share-based payment expense recognized as part of general and administrative expenses for the six months ended June 30, 2025 relating to the arrangement for the Board of Directors amounts to €0.5 million (€0.5 million for the six months ended June 30, 2024).

OTHER

This section provides certain details about the Group's different categories of financial instruments. It further covers fair value information, off-balance sheet items and subsequent events.

23 Financial instruments and fair value information

Categories of financial instruments and fair value information

The following table presents the carrying amounts of the Group's different categories of financial assets and liabilities as of June 30, 2025. It also presents the respective levels in the fair value hierarchy for financial assets and liabilities measured at fair value.

	Carrying amount as of June 30, 2025			Fair value hierarchy Level		
(In € million)	At amortized cost	At fair value through profit or loss (mandatorily)	Total	1	2	3
Cash and cash equivalents	240.4		**240.4**			
Trade and other receivables	382.9	28.6	**411.5**		x	
Derivatives		9.7	**9.7**		x	
Other financial assets		8.3	**8.3**			x
Total financial assets	**623.3**	**46.6**	**669.9**			
Trade and other payables	(866.2)		**(866.2)**			
Loans and borrowings:						
- Senior unsecured bonds	(621.4)		**(621.4)**			
- Senior unsecured Euro term loan	(49.8)		**(49.8)**			
- Unsecured US Dollar term loan	(230.1)		**(230.1)**			
- Unsecured SSDs	(1,012.3)		**(1,012.3)**			
- Unsecured committed revolving credit facilities	(259.2)		**(259.2)**			
- Local credit lines	(218.5)		**(218.5)**			
- Lease liabilities	(301.2)		**(301.2)**			
Derivatives		(11.1)	**(11.1)**		x	
Contingent consideration		-	**-**			x
Total financial liabilities	**(3,558.7)**	**(11.1)**	**(3,569.8)**			

There have been no transfers between the fair value hierarchy levels or changes in how the Group estimates the fair value since December 31, 2024. However, the sections below include certain updates in relation to the Group's financing and contingent consideration. Additional details are included in note 32 of the consolidated financial statements for the year ended December 31, 2024.

Fair value of financial assets and liabilities at amortized cost

The carrying amount of the financial assets and liabilities that are not measured at fair value is a reasonable approximation of fair value. Excluding transaction costs, this is also the case for the Euro and US Dollar term loans, the two SSDs and draw-downs of the Group's revolving credit facilities and local credit lines. The fair value of the Group's bonds due in 2030 was €636 million as of June 30, 2025 (€545 million as of December 31, 2024 for the notes that were repaid in June 2025).

Fair value of contingent consideration

The fair value of the contingent consideration relating to the acquisition of Scholle IPN in 2022 was zero as of June 30, 2025 (€3.7 million as of December 31, 2024). The unrealized gain of €3.7 million for the six months ended June 30, 2025 (an unrealized gain of €37.5 million for the six months ended June 30, 2024) is presented as part of other income and expenses (see notes 8 and 9).

The contingent consideration depends on the acquired bag-in-box and spouted pouch businesses outperforming the top end of the Group's mid-term revenue growth guidance of 4-6% per year for the years ended December 31, 2023 and 2024, and for the year ending December 31, 2025. For additional details, refer to note 32 of the consolidated financial statements for the year ended December 31, 2024. See also notes 19 and 24.

The fair value of the contingent consideration of zero as of June 30, 2025 would not change if the revenue growth rates or discount rates increased or decreased by 1.0 percentage point.

24 Contingent liabilities

The Group has contingent liabilities relating to legal, tax and other matters arising in the ordinary course of business. Based on legal and other advice, management is of the view that the outcome of any such proceedings will have no significant effect on the financial position of the Group beyond the recognized provision.

Clean Holding B.V., owned by Laurens Last, filed a request for arbitration in 2024 with regard to the contingent consideration for the Scholle IPN acquisition in 2022. Refer to note 23 for further information on the contingent consideration, which is limited to a maximum of $100 million per year for the years ended December 31, 2023 and 2024, and the year ending December 31, 2025.

25 Subsequent events

There have been no events between June 30, 2025 and July 24, 2025 (the date these consolidated interim financial statements were approved) that would require an adjustment to or disclosure in these consolidated interim financial statements.

Disclaimer and cautionary statement

The information contained in this interim report and in any link to our website indicated herein is not for use within any country or jurisdiction or by any persons where such use would constitute a violation of law. If this applies to you, you are not authorized to access or use any such information.

This interim report contains "forward-looking statements" that are based on our current expectations, assumptions, estimates and projections about us and our industry. Forward-looking statements include, without limitation, any statement that may predict, forecast, indicate or imply future results, performance or achievements, and may contain the words "may", "will", "should", "continue", "believe", "anticipate", "expect", "estimate", "intend", "project", "plan", "will likely continue", "will likely result", or words or phrases with similar meaning. Undue reliance should not be placed on such statements because, by their nature, forward-looking statements involve risks and uncertainties, including, without limitation, economic, competitive, governmental and technological factors outside of the control of SIG Group AG ("SIG", the "Company" or the "Group"), that may cause SIG's business, strategy or actual results to differ materially from the forward-looking statements (or from past results). For any factors that could cause actual results to differ materially from the forward-looking statements contained in this interim report, please see our prospectus for the issue of bonds in March 2025. SIG undertakes no obligation to publicly update or revise any of these forward-looking statements, whether to reflect new information, future events or circumstances or otherwise. It should further be noted that past performance is not a guide to future performance. Please also note that quarterly results are not necessarily indicative of the full-year results. Persons requiring advice should consult an independent adviser.

The declaration and payment by the Company of any future dividends and the amounts of any such dividends will depend upon SIG's ability to maintain its credit rating, its investments, results, financial condition, future prospects, profits being available for distribution, consideration of certain covenants under the terms of outstanding indebtedness and any other factors deemed by the Directors to be relevant at the time, subject always to the requirements of applicable laws.

Some financial information in this interim report has been rounded and, as a result, the figures shown as totals in this interim report may vary slightly from the exact arithmetic aggregation of the figures that precede them.

In this interim report, we utilize certain alternative performance measures, including but not limited to EBITDA, adjusted EBITDA, adjusted EBITDA margin, net capex, adjusted net income, free cash flow and net leverage ratio that in each case are not defined in IFRS Accounting Standards. These measures are presented as we believe that they and similar measures are widely used in the markets in which we operate as a means of evaluating a company's operating performance and financing structure. Our definition of and method of calculating the alternative performance measures stated above may not be comparable to other similarly titled measures of other companies and are not measurements under IFRS Accounting Standards or other generally accepted accounting principles, are not measures of financial condition, liquidity or profitability and should not be considered as an alternative to profit from operations for the period or operating cash flows determined in accordance with IFRS Accounting Standards, nor should they be considered as substitutes for the information contained in our consolidated financial statements. You are cautioned not to place undue reliance on any alternative performance measures and ratios not defined in IFRS Accounting Standards included in this interim report.

Alternative performance measures

For additional information about alternative performance measures used by management that are not defined in IFRS Accounting Standards, including definitions and reconciliations to measures defined in IFRS Accounting Standards, please refer to the link below:

https://www.sig.biz/en/investors/financial-definitions

SIG

for better