

Reykjavíkurborg

(City of Reykjavik)

Interim Financial Statements 1 January - 31 March 2026



Reykjavíkurborg
(City of Reykjavik)
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Reykjavíkurborg

(City of Reykjavik)

Interim Financial Statements

1 January - 31 March 2026

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Please note:

This is an English translation of the Icelandic Interim Financial Statements of Reykjavíkurborg (the City of Reykjavik). In the event of any discrepancy between the English and Icelandic versions the original Icelandic text shall prevail.

Income Statement 1 January - 31 March 2026

Notes	Reykjavik Municipal (Section A)		
	Interim		Interim
	Financial	Budget with	Financial
	Statements	Annexes	Statements
	Jan-Mar 2026	Jan-Mar 2026	Jan-Mar 2025
Operating revenue			
Tax revenues	38.988.261	38.907.076	36.654.237
Contributions from Municipal Equalisation Fund	5.185.914	5.014.653	4.376.199
Other revenues	6.895.551	6.349.983	6.992.067
Total operating revenues	51.069.726	50.271.712	48.022.503
Operating expenses			
Wage cost and wage-related expenses	27.731.893	27.403.156	26.576.311
Changes in pension obligations, LsRb	880.750	880.750	3.040.161
Other operating expenses	20.290.424	19.739.010	18.998.025
Total operating expenses	48.903.068	48.022.916	48.614.497
Operating result before depreciation, EBITDA	2.166.658	2.248.795	(591.994)
Depreciation	(2.600.742)	(2.631.566)	(2.439.742)
Operating result before financial items.....	(434.083)	(382.770)	(3.031.736)
Net financial items	(4.156.677)	(2.629.875)	(2.403.135)
Operating results.....	(4.590.760)	(3.012.645)	(5.434.871)

Statement of Financial Position 31 March 2026

Assets

	Notes		Reykjavik Municipal (Section A)	
	Interim Financial Statements 31.3.2026	Financial Statements 31.12.2025		
Fixed assets				
Intangible assets	4.885.211	5.152.167		
Fixed tangible assets:				
Real estate	181.346.848	179.621.992		
Road systems	43.532.729	43.566.914		
Machinery and equipment	7.932.219	8.166.350		
Lease properties	5.359.163	5.629.215		
	<u>238.170.959</u>	<u>236.984.470</u>		
Investments and long-term receivables:				
Capital contributions and shares in companies	20.196.459	20.047.209		
Pre-paid costs	7.226.008	7.322.297		
Derivative contracts	35.450	103.137		
Other long-term receivables	1.810.581	1.755.054		
	<u>29.268.499</u>	<u>29.227.696</u>		
Total fixed assets	<u>272.324.669</u>	<u>271.364.333</u>		
Current assets				
Short-term receivables:				
Unclaimed revenues and receivables	19.821.381	18.040.370		
Next year's payment of other long-term receivables	776.365	746.938		
Receivables from own companies	117.189	252.539		
Pre-paid costs	385.156	385.156		
Investments available for sale	420.000	420.000		
Other receivables	2.382.686	2.391.978		
Cash and cash equivalents	18.405.740	15.076.010		
Total current assets	<u>42.308.517</u>	<u>37.312.990</u>		
Total assets	<u>314.633.186</u>	<u>308.677.323</u>		

Statement of Financial Position 31 March 2026

Equity and liabilities

	Notes	Reykjavik Municipal (Section A)	
		Interim Financial Statements 31.3.2026	Financial Statements 31.12.2025
Equity			
Equity account		82.396.158	86.986.919
Total equity		<u>82.396.158</u>	<u>86.986.919</u>
Obligations			
Pension obligations		44.129.782	43.790.369
Total obligations		<u>44.129.782</u>	<u>43.790.369</u>
Long-term liabilities			
Long-term debts		138.172.586	131.556.002
Lease liabilities		9.610.187	9.935.562
Total long-term liabilities		<u>147.782.773</u>	<u>141.491.564</u>
Current liabilities			
Accounts payable		5.393.096	7.308.598
Next year's payments on long-term debts		9.305.490	8.652.999
Next year's payments on lease liabilities		2.115.123	2.049.243
Pension obligations, short-term		2.150.000	2.150.000
Accounts payable to own companies		731.735	464.521
Prepayments		77.014	77.014
Derivative contracts		110.828	98.395
Other payables		20.441.186	15.607.702
Total current liabilities		<u>40.324.473</u>	<u>36.408.471</u>
Total liabilities and obligations		<u>232.237.027</u>	<u>221.690.404</u>
Total equity and liabilities		<u>314.633.186</u>	<u>308.677.323</u>

Statement of Cash Flows 1 January - 31 March 2026

Notes	Reykjavik Municipal (Section A)		
	Interim		Interim
	Financial	Budget with	Financial
	Statements	Annexes	Statements
	Jan-Mar 2026	Jan-Mar 2026	Jan-Mar 2025
Cash flows from operating activities			
Operating results.....	(4.590.760)	(3.012.645)	(5.434.871)
Adjustments not affecting cash flow:			
Gain on sold assets	(924.094)	(750.000)	(526.588)
Depreciation	2.600.742	2.631.566	2.439.742
Indexation, discounts and exch.rate differences	2.478.535	954.156	1.069.743
Fair value change of hedging instruments	80.119	0	0
Changes in pension obligations	880.750	880.750	3.040.161
Prepaid contribution to Brú pension fund, changes	96.289	96.289	96.289
Working capital provided by operating activities	621.581	800.115	684.476
Changes in operating assets and liabilities:			
Current receivables (increase) decrease	(1.636.369)	753.952	(605.108)
Current liabilities (decrease) increase	3.185.197	0	2.407.788
Contributions to pension payments	(541.338)	(465.000)	(492.392)
Change in operating assets and liabilities	1.007.490	288.952	1.310.289
Net cash provided by operating activities	1.629.071	1.089.068	1.994.765
Investment activities			
Investments in fixed tangible assets	(4.034.648)	(3.607.500)	(2.844.805)
Investments in intangible assets	(169.012)	(237.000)	(239.583)
Paid road construction fees	683.086	833.333	648.067
Sales of building rights	387.749	666.667	502.140
Proceeds from sale of fixed tangible assets	536.645	83.333	24.759
Change in shareholdings	(149.250)	(325.153)	(518.290)
Long-term receivables, change	(62.830)	1.050.000	1.047.965
Investment activities	(2.808.261)	(1.536.320)	(1.379.747)
Financing activities			
New long-term borrowings	6.384.886	3.500.000	3.312.964
Repayments of long-term liabilities	(1.368.124)	(1.270.909)	(984.854)
Payments on lease liabilities	(507.842)	(473.188)	(453.613)
Short-term debts to credit institutions, change	0	0	46.884
Other financing activities	0	0	(6.943)
Financing activities	4.508.921	1.755.903	1.914.438
(Decrease) Increase in cash and cash equivalents.....	3.329.731	1.308.651	2.529.456
Cash and cash equivalents at beginning of year.....	15.076.010	15.565.156	12.150.761
Cash and cash equivalents at year-end.....	18.405.741	16.873.807	14.680.217