

To the Seimas of the Republic of Lithuania
The Government of the Republic of Lithuania
The Ministry of Social Security and Labour of the Republic of Lithuania
The Board of the State Social Insurance Fund

PUBLIC AUDITOR'S REPORT

ON THE 2025 SET OF ACCOUNTS OF THE PENSION ANNUITY

FUND

15 May 2026 No. FAE-4

Vilnius

UNQUALIFIED OPINION ON THE ANNUAL FINANCIAL STATEMENTS

We have audited the 2025 set of financial statements of the Pension Annuity Fund, which comprises the statements of financial position, activity, cash flows, changes in net assets and the notes to the relevant financial statements.

In our opinion, the 2025 set of financial statements of the Pension Annuity Fund presents a true and fair view of the financial position as at 31 December 2025, the results of its activity, changes in net assets and cash flows for 2025 in accordance with the Public Sector Accounting and Financial Reporting Standards of the Republic of Lithuania.

BASIS FOR AN UNQUALIFIED OPINION ON THE ANNUAL FINANCIAL STATEMENTS

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for an unqualified opinion on the annual financial statements.

EMPHASIS OF MATTER REGARDING THE ANNUAL FINANCIAL STATEMENTS

We would like to draw attention to a matter which does not affect our opinion but is of significance. Due to amendments to the Law on Pension Accumulation, the volume of the Fund's pension annuity contributions and related deductions (intended to cover administrative costs) in 2025 decreased significantly – they were 51% lower than planned. In 2026, the Fund began to receive additional revenue – 3% deductions from the portion of accumulated assets withdrawn by participants from pension accumulation funds. This is a significant source of funding for the Fund's administrative costs and is important for the sustainability of its operations in the medium term (Audi report, Part 2, pp. 6–7).

MANAGEMENT'S RESPONSIBILITY FOR THE ANNUAL REPORT

The Director of the State Social Insurance Fund Board is responsible for the preparation and fair presentation of the Pension Annuity Fund's 2025 set of financial statements in accordance with the Public Sector Accounting and Financial Reporting Standards of the Republic of Lithuania, and for such internal control as, in the opinion of management, is necessary to ensure that the annual financial statements are free from material misstatement, whether due to fraud or error.

THE AUDITOR'S RESPONSIBILITY FOR THE AUDIT

We conducted the audit in accordance with the International Standards of Supreme Audit Institutions, which incorporate International Standards on Auditing. We are independent of the audited entity in accordance with the Law on the National Audit Office and the Code of Ethics for Employees of the National Audit Office, and we have complied with the other ethical requirements set out in this Code.

Our objective is to obtain reasonable assurance as to whether the 2025 financial statements of the Pension Annuity Fund, taken as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report setting out our opinion. Reasonable assurance is a high level of assurance, but it is not a guarantee, that an audit conducted in accordance with International Standards of Supreme Audit Institutions will always detect a material misstatement when it exists. Misstatements, which may arise from fraud or error, are considered material if it can reasonably be expected that, individually or in the aggregate, they could have a significant influence on the economic decisions of users taken on the basis of the annual accounts.

A more detailed description of the auditor's responsibilities is available on the National Audit Office's website (<https://www.valstybeskontrole.lt/EN/PublicAudit>). This description forms an integral part of the auditor's report.

We present the public auditor's report together with the public audit report and attach the audited set of accounts of the Pension Annuity Fund for 2025.

Auditor General

Irena Segalovičienė