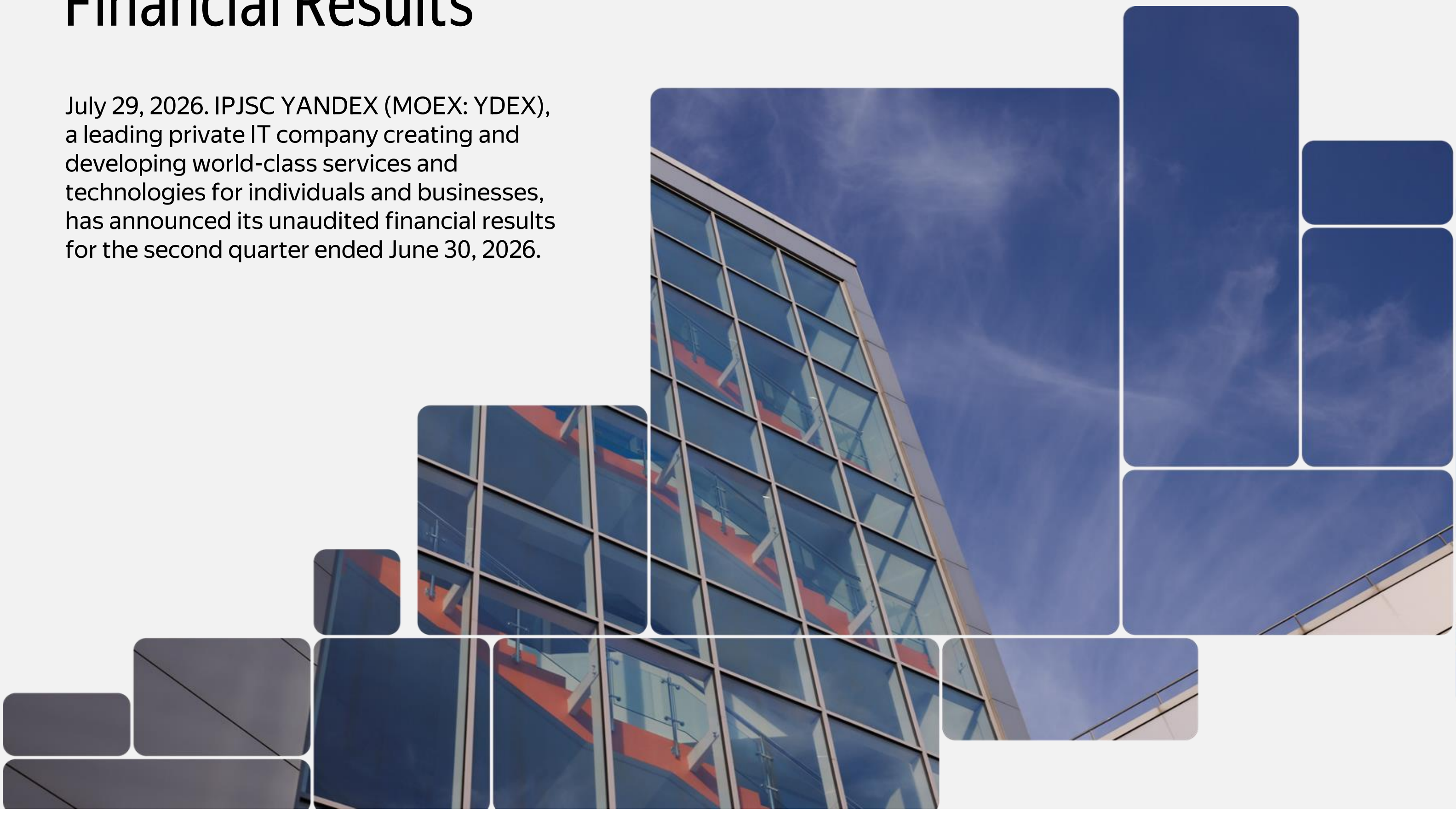
Yandex Announces Second Quarter 2026 Financial Results

July 29, 2026. IPJSC YANDEX (MOEX: YDEX), a leading private IT company creating and developing world-class services and technologies for individuals and businesses, has announced its unaudited financial results for the second quarter ended June 30, 2026.



Q2 2026

386 BN RUB
Revenue

16% year-on-year

89 BN RUB
Adjusted EBITDA

23% of revenue
35% year-on-year

1H 2026

759 BN RUB
Revenue

19% year-on-year

162 BN RUB
Adjusted EBITDA

21% of revenue
41% year-on-year

Yandex Announces Second Quarter 2026 Financial Results

July 29, 2026

YANDEX (MOEX: YDEX), a leading private IT company creating and developing world-class services and technologies for individuals and businesses, has announced its unaudited financial results for the second quarter ended June 30, 2026.

- Revenue for the second quarter amounted to RUB 386 billion, an increase of 16% year-on-year. Revenue for the first half of 2026 amounted to RUB 759 billion, an increase of 19% year-on-year.
- Advertising and promotion services turnover[1] amounted to RUB 128 billion, an increase of 12% year-on-year.
- Yandex Plus subscription revenue amounted to RUB 28 billion in the second quarter, an increase of 27% year-on-year.
- Adjusted EBITDA increased by 35% to RUB 89 billion in the second quarter and by 41% to 162 RUB billion in the first half of 2026.
- Adjusted EBITDA margin amounted to 23% of revenue, an increase of 3.1 p. p. year-on-year.
- Adjusted Net Income in the second quarter amounted to RUB 48 billion, an icrease of 56% year-on-year.
- On July 31, 2026, the Board of Directors will consider the company's management's proposal to pay dividends for the first half of 2026 in the amount of RUB 110 per share.

[1] Advertising and promotion services turnover represents the gross turnover (excluding VAT) from advertising and promotion services provided to advertisers, before deduction of agency commissions.

Online call

On July 29, 2026, at 13:00 Moscow time, Yandex's management will host an online call to discuss the Company's Q2 2026 financial results. Participants may join and submit questions by registering here (only in Russian).

Share Buyback Program

On May 4, 2026, the Board of Directors approved a share buyback to support the Company's long-term employee incentive program. Up to RUB 50 billion is expected to be allocated for this purpose over a two-year period.

As of July 27, 2026, the Company had repurchased 3.3 million shares under the share buyback program of approximately RUB 12.5 billion, representing approximately 3.3% of the Company's free float and 0.83% of its issued share capital.

At the same time, the Company continued to issue new shares to satisfy its existing obligations under the long-term employee incentive program. The decision to authorize the additional share issuance was made prior to the launch of the share buyback program. In the second quarter of 2026, the Company placed 894.1 thousand shares through the additional issuance, representing 0.23% of the Company's issued share capital as of June 30, 2026.

The number of shares repurchased under the buyback program exceeded the number of shares issued under the employee incentive program by several times, significantly limiting the increase in the total number of voting shares outstanding. Until they are transferred to participants under the employee incentive program, the repurchased shares are held as treasury shares and do not carry voting or dividend rights.

Corporate events

- On July 31, 2026, the Board of Directors will consider the company's management's proposal to pay dividends for the first half of 2026 in the amount of RUB 110 per share.
- In April 2026, the Company paid dividends for 2025 in the amount of RUB 110 per share. The total dividend payout amounted to RUB 42 billion.
- On June 2, 2026, Yandex completed the sale of its Auto.ru business. T-Auto, a company within T-Technologies Group, became the new owner of the business. The transaction price amounted to RUB 35 billion. Auto.ru's results have been excluded from the Group's financial results from the closing date of the transaction prospectively.
- On June 19, 2026, Yandex completed the placement of two bond issues with a total principal amount of RUB 60 billion. The floating-rate issue, with a spread of 1.25% over the Bank of Russia key rate, amounted to RUB 40 billion, while the fixed-rate issue, carrying a coupon of 13.40% per annum, amounted to RUB 20 billion.

Financial outlook for 2026

The Company maintains its 2026 outlook for its key financial metrics and capital expenditures. The Company continues to expect revenue growth of approximately 20% year-on-year and Adjusted EBITDA of around RUB 350 billion. Capital expenditures are expected to be 10–12% of revenue in 2026, in line with the five-year annual average of 11% of revenue. This outlook reflects the Company's current assessment based on prevailing market trends and may change depending on macroeconomic and market conditions.

Q2 2026 Financial and Operational Highlights[2,3]

In RUB billions		Three months ended June 30			Six months ended June 30		
		2026	2025	*Change*	2026	2025	*Change*
Yandex Group	Revenues	386.3	332.5	*16%*	759.0	639.0	*19%*
	Income from operations	88.9	41.1	*116%*	134.9	60.7	*122%*
	Adjusted EBITDA	88.9	66.0	*35%*	162.2	114.9	*41%*
	Adjusted EBITDA margin	23.0%	19.9%	*3.1 p. p.*	21.4%	18.0%	*3.4 p. p.*
	Net Income	64.5	16.2	*298%*	93.4	5.4	*n/m*
	Adjusted Net Income	47.6	30.4	*56%*	82.2	43.2	*90%*
Search and AI services	Revenues	137.4	126.3	9%	260.0	249.8	4%
	Adjusted EBITDA	63.7	56.8	12%	116.6	113.3	3%
	Adjusted EBITDA margin	*46.3%*	*45.0%*	1.3 p. p.	*44.8%*	*45.4%*	-0.6 p. p.
City Services	Revenues	215.6	183.1	18%	426.1	360.8	18%
	Adjusted EBITDA	34.4	12.8	168%	55.9	21.1	165%
	Adjusted EBITDA margin	*16.0%*	*7.0%*	9.0 p. p.	*13.1%*	*5.8%*	7.3 p. p.
Personal Services	Revenues	64.9	49.1	32%	127.3	97.2	31%
	Adjusted EBITDA	2.5	2.1	20%	3.3	1.0	237%
	Adjusted EBITDA margin	*3.9%*	*4.3%*	*-0.4 p. p.*	*2.6%*	*1.0%*	1.6 p. p.
B2B Tech	Revenues	15.3	11.9	29%	28.9	21.9	32%
	Adjusted EBITDA	3.7	2.6	43%	6.4	4.4	45%
	Adjusted EBITDA margin	*24.4%*	*22.1%*	2.3 p. p.	*22.0%*	*20.1%*	1.9 p. p.
Autonomous Tech	Revenues	0.1	0.1	78%	0.2	0.1	103%
	Adjusted EBITDA	(6.0)	(3.3)	83%	(11.4)	(6.3)	80%
Other services and initiatives	Revenues	3.4	3.0	15%	6.5	6.3	4%
	Adjusted EBITDA	(9.2)	(4.6)	100%	(11.0)	(18.1)	-39%
Personnel	Total number of full-time employees, people	31,594	30,730	*3%*	31,594	30,730	3%
	Total number of employees, people	92,060	94,043	*-2%*	92,060	94,043	-2%

The balance of cash, cash equivalents and short-term deposits as of June 30, 2026 amounted to RUB 296.0 billion, and the ratio of adjusted net debt as of June 30, 2026 to adjusted EBITDA, calculated cumulatively for the last four quarters, was 0.02.

[2] The following measures are not financial measures under IFRS: adjusted EBITDA and its margin, adjusted net income and adjusted net debt. Please see the section "Use of non-IFRS financial measures" below for a discussion of how we define these measures, as well as reconciliations at the end of this release.
[3] Immaterial deviations in the calculation of percentage changes, subtotals, and totals are due to rounding in this and other tables as well as in the text of this press release.

About Yandex

IPJSC YANDEX (MOEX: YDEX) is a leading private IT company creating and developing world-class services and technologies for individuals and businesses. Yandex operates Russia's most popular search engine, Yandex Search, and its AI assistant, Alice AI, as well as an advertising platform.Yandex's ecosystem includes more than 100 services that support users in their daily activities, including discovering places, goods, services and entertainment, managing finances, planning trips, and ordering ready-to-eat meals and groceries with fast delivery. Businesses can address a broad range of needs using Yandex's services, from deploying cloud infrastructure and implementing AI agents to enabling collaboration and attracting new customers. Yandex offers solutions for companies of all sizes, from startups to large enterprises. Yandex's products are powered by advanced AI-based technologies developed by a team of talented scientists and engineers. The Company is also one of the few globally developing its own autonomous driving technology. Yandex's autonomous trucks and delivery robots are already operating commercially in multiple cities across Russia, and the fleet continues to expand. Yandex places a strong focus on IT education. The Company runs more than 100 joint programmes with leading Russian universities, and since 2014, the Higher School of Economics has hosted the Faculty of Computer Science established in partnership with Yandex. More information can be found at https://ir.yandex.ru/.

Forward-looking statements

This press release may contain forward-looking statements that involve risks and uncertainties. Actual results may differ materially from those predicted or implied by such statements, and our reported results should not be considered an indication of future performance. Potential risks and uncertainties that could cause actual results to differ from those predicted or implied by such statements include, but are not limited to, macroeconomic and geopolitical developments affecting the Russian economy or our business; changes in the political, legal, and/or regulatory environment; competitive pressures; changes in the business market environment; changes in user preferences; technological developments; our need for capital to ensure business growth; and other risks and uncertainties. All information in this press release is current as of July 29, 2026 (unless otherwise stated), and IPJSC YANDEX undertakes no duty to update this information unless otherwise required by law.

Use of non-IFRS financial measures

To supplement the financial information prepared and presented in accordance with IFRS, we present the following financial measures: adjusted EBITDA and its margin, adjusted net income, as well as adjusted net debt. The presentation of these financial measures is not intended to be considered in isolation or as a substitute for, or superior to, the financial information prepared and presented in accordance with IFRS. For more information on these financial measures, please see the relative tables captioned "Reconciliations of non-IFRS financial measures to the nearest comparable IFRS measures". We define the various financial measures we use as follows:

Adjusted EBITDA means net income/(loss) before (1) depreciation and amortization, excluding amortization of right-of-use assets related to operating leases; (2) share-based payments and other related expenses; (3) interest expense, excluding those related to operating leases; (4) income tax expense; (5) M&A related expenses; (6) interest income; (7) gain from disposal of Auto.ru, (8) other income/(loss), net.

Adjusted EBITDA margin means adjusted EBITDA divided by revenues.

Adjusted net income means net income/(loss) before (1) share-based payments and other related expenses, (2) foreign exchange effect, (3) M&A related expenses, (4) gain from disposal of Auto.ru. Tax effects related to the listed adjustments are also excluded when calculating adjusted net income.

Adjusted net debt means sum of current and non-current debt, lease liabilities related to the lease of cars and lease liabilities related to warehouses with a lease term of more than 11 years, less cash and cash equivalents and short-term deposits.

These non-IFRS financial measures are used by management for evaluating financial performance, as well as for decision-making. Management believes that these metrics reflect the organic, core operating performance of the company and therefore are useful to analysts and investors in providing supplemental information that helps them understand, model, and forecast the evolution of Yandex's business.

Although Company's management uses these non-IFRS financial measures for operational decision-making and considers these financial measures to be useful for analysts and investors,Yandex recognizes a number of limitations related to such measures. In particular, it should be noted that several of these measures exclude some recurring costs. In addition, the components of the costs that are excluded in calculation of the measures described above may differ from the components that other peer companies exclude when they report their results of operations.

Explanations for the particular adjustments to certain non-IFRS financial measures:

Share-based payments and other related expenses

Share-based payments is a significant expense item and an important part of the compensation and incentive programs. Because the majority of stock-based payments is dependent on the share price at the time of grant, the Company believes that it is useful for investors and analysts to have access to certain financial measures excluding the impact of these expenses.

Foreign exchange effect

The Company is exposed to foreign exchange risk associated with fluctuations in exchange rates, including on existing assets and liabilities, which may impact financial results. Various financial instruments, including derivatives, may also be used to manage this risk. Exchange differences arising from the revaluation of assets and liabilities, as well as effects from sale or purchase of foreign currencies and changes in the fair value of foreign exchange derivatives are outside of Yandex operational control. Therefore, the Company believes it is useful to disclose adjusted EBITDA, adjusted net income and related margins measures excluding those foreign exchange effects in order to provide a clearer picture of its business performance.

M&A related expenses

Yandex believes that it is useful to present adjusted net income, adjusted EBITDA, and related margin measures excluding costs associated with the acquisition of businesses, such as the revaluation of contingent considerations and other similar expenses.

Right-of-use assets amortization and interest expenses related to operating leases

When calculating adjusted EBITDA, the Company does not exclude from net income right-of-use assets amortization and interest expenses related to operating leases, which mainly include office leases, since to a large extent it can manage them in the course of operating activities.

Gain from disposal of Auto.ru

In June 2026, Yandex completed the sale of its Auto.ru business. The company excludes the related effect from its adjusted EBITDA and adjusted net income, as they are not recurring, in order to provide a clearer picture of its business performance.

IPJSC YANDEX

Unaudited Consolidated and Condensed Statements of Profit or Loss for the six months ended June 30, 2026
(in billions of Russian rubles, except share and per share data)

	Three months ended June 30		Six months ended June 30	
	2026	2025	2026	2025
Revenues	386.3	332.5	759.0	639.0
Operating costs and expenses	(323.1)	(291.4)	(649.8)	(578.4)
Gain from disposal of Auto.ru	25.7	—	25.7	—
Income from operations	88.9	41.1	134.9	60.7
Interest income	2.6	3.6	5.9	9.6
Interest expense	(12.8)	(16.2)	(25.5)	(32.4)
Other income/(loss), net	(1.6)	(3.8)	(1.3)	(12.9)
Income before income taxes	77.1	24.8	114.0	24.9
Income tax expense	(12.6)	(8.6)	(20.6)	(19.5)
Net income	64.5	16.2	93.4	5.4
Net income per share (in Russian rubles):				
Basic	168.81	42.75	244.45	14.32
Diluted	160.93	41.06	232.50	13.71
Weighted average number of ordinary shares used in per share computation				
Basic	382,315,019	379,501,901	382,084,149	378,441,717
Diluted	401,038,806	395,106,303	401,723,579	395,347,369

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Unaudited Consolidated and Condensed Statement of Financial Position as of June 30, 2026 (in billions of Russian rubles)

	As of June 30, 2026	As of December 31, 2025
ASSETS		
Property and equipment	368.5	331.2
Goodwill and other intangible assets	177.7	187.1
Right-of-use assets	91.6	92.3
Content assets	50.3	48.1
Deferred tax assets	31.0	29.9
Loans to customers	35.8	26.1
Investments in debt securities	39.5	24.8
Other non-current assets	43.3	39.6
Total non-current assets	837.6	779.1
Inventory	44.0	33.2
Trade accounts receivable	90.5	95.5
Prepaid expenses	28.0	23.0
VAT reclaimable	42.5	32.5
Loans to customers	97.8	91.4
Investments in debt securities	7.5	15.2
Funds receivable	10.4	10.0
Cash and cash equivalents	296.0	250.2
Other current assets	38.2	38.1
Total current assets	655.0	589.2
TOTAL ASSETS	1,492.5	1,368.3
LIABILITIES AND SHAREHOLDERS’ EQUITY		
TOTAL SHAREHOLDERS’ EQUITY	406.3	351.2
Debt	205.5	179.6
Lease liabilities	69.7	72.2
Deferred tax liabilities	16.8	16.0
Customer deposits and other financial liabilities of Financial services	19.3	17.8
Other non-current liabilities	8.2	9.0
Total non-current liabilities	319.5	294.6
Accounts payable and other liabilities	204.3	210.4
Debt	71.8	90.1
Customer deposits and other financial liabilities of Financial services	314.1	249.7
Taxes payable	64.7	66.6
Contract liabilities	40.8	39.9
Provisions	48.0	47.5
Lease liabilities	23.0	18.3
Total current liabilities	766.8	722.6
Total liabilities	1,086.3	1,017.1
TOTAL LIABILITIES AND SHAREHOLDERS’ EQUITY	1,492.5	1,368.3

IPJSC YANDEX

Unaudited Consolidated and Condensed Statement of Cash Flows for the six months ended June 30, 2026
(in billions of Russian rubles)

	Six months ended June 30	
	2026	2025
CASH FLOWS PROVIDED BY OPERATING ACTIVITIES		
Net Income	93.4	5.4
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	59.0	45.8
Share-based payment expenses	14.9	26.1
Income tax expenses	20.6	19.5
Foreign exchange (gains)/losses	(0.6)	6.4
Change in provisions	0.8	4.8
Allowance for credit losses	15.9	13.6
Interest income	(5.9)	(9.6)
Financing interest expenses	25.5	32.4
Interest revenue	(43.8)	(26.7)
Operating interest expenses	17.9	11.7
Gain from disposal of Auto.ru	(25.7)	—
Other	1.7	10.1
Change in operating assets and liabilities:		
Trade accounts receivable	(1.0)	2.3
Prepaid expenses	(8.4)	0.3
Accounts payable, contract liabilities and other liabilities	(0.7)	(17.9)
Content assets	(11.7)	(14.2)
Content liabilities	(3.4)	(0.1)
Inventory	(10.1)	(14.5)
Loans to customers	(29.0)	(29.4)
Customer deposits and other financial liabilities of Financial services	67.4	63.8
Funds receivable	(1.0)	5.5
Investments in debt securities measured at fair value through profit or loss	(6.9)	(7.7)
Other assets	(7.7)	(5.1)
Interest received	49.5	30.5
Interest paid	(50.3)	(48.3)
Income tax paid	(24.3)	(22.8)
Net cash provided by operating activities	136.2	81.8
CASH FLOW USED IN INVESTING ACTIVITIES		
Purchase of property and equipment and intangible assets	(60.1)	(47.2)
Loans granted	(0.6)	(4.3)
Proceeds from repayment of loans	1.4	5.0
Investments in other financial assets	(30.0)	—
Proceeds from disposal of other financial assets	30.0	—
Proceeds from disposal of subsidiaries, net of cash disposed of	30.7	—
Acquisition of business, net of cash acquired	(5.1)	(3.4)
Other investing activities	(3.7)	(4.0)
Net cash used in investing activities	(37.5)	(53.9)
CASH FLOW USED IN FINANCING ACTIVITIES		
Lease obligation principal paid	(9.4)	(8.5)
Payment of dividends	(42.0)	(30.1)
Proceeds from debt obligations	135.6	85.2
Repayment of debt obligations	(127.8)	(94.2)
Proceeds from securitization of consumer loan portfolio	4.5	—
Repayment of securitized bonds	(5.0)	—
Purchase of own stock	(7.3)	—
Other financial activities	—	(0.3)
Net cash used in financing activities	(51.5)	(47.8)
Effect of exchange rate changes on cash and cash equivalents	(1.4)	(9.1)
Net change in cash and cash equivalents	45.8	(29.1)
Cash and cash equivalents, beginning of period	250.2	211.6
Cash and cash equivalents, end of period	296.0	182.5

IPJSC YANDEX

Reconciliations of non-IFRS financial measures to the nearest comparable IFRS measures

Reconciliation of adjusted EBITDA to IFRS net income

In RUB billions	Three months ended June 30			Six months ended June 30		
	2026	2025	*Change*	2025	2024	*Change*
Net income	64.5	16.2	*298%*	93.4	5.4	*n/m*
Depreciation of property and equipment, amortization of intangible assets and right-of-use assets	25.5	19.3	*32%*	49.5	37.5	*32%*
Stock-based payments and other related expenses	7.9	11.5	*-32%*	18.3	28.0	*-35%*
M&A related expenses	0.1	—	*n/m*	0.2	0.1	*124%*
Interest income	(2.6)	(3.6)	*-29%*	(5.9)	(9.6)	*-39%*
Interest expense	12.8	16.2	*-21%*	25.5	32.4	*-21%*
Gain from disposal of Auto.ru	(25.7)	—	*n/m*	(25.7)	—	*n/m*
Other (income)/loss, net	1.6	3.8	*-58%*	1.3	12.9	*-90%*
Income tax expense	12.6	8.6	*47%*	20.6	19.5	*6%*
Right-of-use assets amortization related to operating leases	(4.4)	(3.3)	*34%*	(8.6)	(6.3)	*35%*
Interest expense related to operating leases	(3.3)	(2.6)	*28%*	(6.4)	(4.9)	*31%*
Adjusted EBITDA	88.9	66.0	*35%*	162.2	114.9	*41%*

Reconciliation of adjusted net income to IFRS net income

In RUB billions	Three months ended June 30			Six months ended June 30		
	2026	2025	*Change*	2025	2024	*Change*
Net income	64.5	16.2	*298%*	93.4	5.4	*n/m*
Stock-based payments and other related expenses	7.9	11.5	*-32%*	18.3	28.0	*-35%*
Foreign exchange effect	1.3	3.1	*-58%*	0.9	11.2	*-92%*
M&A related expenses	0.2	—	*n/m*	0.2	0.1	*124%*
Gain from disposal of Auto.ru	(25.7)	—	*n/m*	(25.7)	—	*n/m*
Tax effect of adjustments	(0.6)	(0.4)	*38%*	(4.8)	(1.5)	*211%*
Adjusted net income	47.6	30.4	*56%*	82.2	43.2	*90%*

Reconciliation of adjusted net debt

In RUB billions	As of June 30, 2026
Total debt (Current and non-current portion)	277.3
Liabilities related to lease of cars and liabilities related to warehouses with a lease term of more than 11 years	25.7
Cash and cash equivalents and short-term deposits	(296.0)
Adjusted net debt	7.0

Please follow the link to find the full version of this press release (only in RUS)

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