

**ENVIEN Magyarország Kft.
Independent Auditor's Opinion
and
Annual Financial Statements
with Business Report**

December 31st, 2023

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This is an English translation of the Independent Auditor's Report on the 2023 statutory Annual Report of ENVIEN Magyarország Kft. issued in Hungarian. If there are any differences, the Hungarian language original prevails. This report should be read in conjunction with the complete statutory Annual Report it refers to.

INDEPENDENT AUDITOR'S REPORT

To the Quota holders of ENVIEN Magyarország Kft.

Report on the Audit of Financial Statements

Opinion

We have audited the financial statements of ENVIEN Magyarország Kft. ("the Company") which comprise the balance sheet as of December 31, 2023 (in which the balance sheet total is EUR 31,806,319; the profit after tax for the year is EUR 6,888,289), the related income statement for the year then ended, and the notes to the financial statements, which include a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as of December 31, 2023, and of the results of its operations for the year then ended in accordance with the provisions of Act C of 2000 on Accounting ("Accounting Act"), in force in Hungary.

Basis for opinion

We conducted our audit in accordance with Hungarian National Standards on Auditing ("HNSA") and with applicable laws and regulations in force in Hungary. Our responsibilities under those standards are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report.

We are independent of the Company in accordance with the applicable laws of Hungary, with the Hungarian Chamber of Auditors' Rules on ethics and professional conduct of auditors and on disciplinary process and, as well as with respect to issues not covered by these Rules, with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (the IESBA Code) and we also comply with further ethical requirements set out in these.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information: the Business Report

The other information comprises the business report of the Company for the year 2023. Management is responsible for the preparation of the business report in accordance with the provisions of the Accounting Act and other relevant regulations. Our opinion expressed on the financial statements in the Independent Auditor's Report "Opinion" section does not relate to the business report.

In connection with our audit of the financial statements, our responsibility is to read the business report and, in doing so, consider whether the business report is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we conclude based on our audit work that the other information contains a material misstatement, it is our obligation to report on this fact and the nature of this material misstatement.

Based on the Accounting Act, our responsibility is to read the business report and, in doing so, consider whether the business report has been prepared in accordance with the provisions of the Accounting Act and other relevant regulations, and to express an opinion on this, and the concordance between the business report and the financial statements.

In our opinion, the 2023 business report of ENVIEN Magyarország Kft. is consistent in all material aspects with the 2023 financial statements of ENVIEN Magyarország Kft., and the business report has been prepared in accordance with the relating provisions of the Accounting Act. As there is no other regulation prescribing further requirements for the business report, in this respect we do not express an opinion.

In the business report we have not identified any other types of material contradictions or misstatements, therefore have nothing to report in this respect.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation of the annual financial statements that give a true and fair view in accordance with the Act on Accounting, and for such internal control as management determines is necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, management is responsible for assessing the Company's ability to continue as a going concern and disclosing, as applicable, matters related to going concern; and management is responsible for preparing the annual financial statements on a going concern basis. Management shall apply the going concern basis of accounting unless the use of going concern principle is precluded by any provision of other applicable laws or regulations, or if any fact or circumstance prevails, which precludes the Company to continue as a going concern.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HNSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Throughout an audit executed in accordance with HNSAs, we exercise professional judgment and maintain professional scepticism.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one

resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of management's use of the going concern basis of accounting for the preparation of the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Budapest, April 19, 2024

Philippe Michalak Budzan
Philippe Michalak Budzan
Partner

Molnár Andrea Kinga
Molnár Andrea Kinga
Registered Auditor
Registration number: 007145

Mazars Kft.
1139 Budapest, Fiastyúk utca 4-8.
Registration number: 000220

24328180-4821-113-08

Statistical Number

08-09-025056

Registration number

ENVIEN Magyarország Kft.

"A" BALANCE SHEET Assets

data in EURO

Number	Description	Prior year	Adjustments of prior years	Current year	
a	b	c	d	e	
1.	A FIXED ASSETS	(2..+10..+18)	15 662 341	0	15 710 715
2.	I. INTANGIBLE ASSETS	(3...9)	8 709	0	16 721
3.	1. Capitalized value of formation/restructuring expenses		0	0	0
4.	2. Capitalised value of research and development		0	0	0
5.	3. Rights and concessions		8 709	0	16 721
6.	4. Intellectual property		0	0	0
7.	5. Goodwill		0	0	0
8.	6. Advances on intangible assets		0	0	0
9.	7. Intangible assets revaluation adjustment		0	0	0
10.	II. TANGIBLE ASSETS	(11...17)	53 632	0	93 994
11.	1. Land and buildings and related rights and concessions		0	0	0
12.	2. Plant, equipment, machinery, vehicles		0	0	0
13.	3. Other equipment, fittings, vehicles		49 635	0	93 994
14.	4. Breeding animals		0	0	0
15.	5. Assets under construction		0	0	0
16.	6. Advance paid for assets under construction		3 997	0	0
17.	7. Tangible assets revaluation adjustment		0	0	0
18.	III. FINANCIAL INVESTMENTS	(19...28)	15 600 000	0	15 600 000
19.	1. Long-term participations in affiliated companies		0	0	0
20.	2. Long-term loans to affiliated companies		15 600 000	0	15 600 000
21.	3. Long-term major participating interests		0	0	0
22.	4. Long-term loans to companies linked by virtue of major participating interests		0	0	0
23.	5. Other long-term participations		0	0	0
24.	6. Long-term loans to other companies linked by virtue of participating interests		0	0	0
25.	7. Other long-term loans given		0	0	0
26.	8. Long-term debt securities		0	0	0
27.	9. Financial investments revaluation adjustment		0	0	0
28.	10. Valuation margin of financial investments		0	0	0
29.	B CURRENT ASSETS	(30..+37..+40..+53)	10 992 681	0	15 746 879
30.	I. INVENTORIES	(28...36)	0	0	348 257
31.	1. Raw materials and consumables		0	0	0
32.	2. Work in progress, intermediate and semi-finished products		0	0	0
33.	3. Animals for breeding and fattening and other livestock		0	0	0
34.	4. Finished products		0	0	0
35.	5. Goods		0	0	348 257
36.	6. Payments on account for inventories		0	0	0
37.	II. RECEIVABLES	(38...45)	9 103 327	0	9 418 875
38.	1. Accounts receivable		2 285 553	0	1 705 712
39.	2. Amounts owed by affiliated companies		5 165 508	0	6 098 333
40.	3. Amounts owed by companies with which the company is linked by virtue of major participating interest		0	0	0
41.	4. Receivables from other companies linked by virtue of participating interests		0	0	0
42.	5. Notes receivable		0	0	0
43.	6. Other receivables		1 652 266	0	1 614 830
44.	7. Valuation margin of receivables		0	0	0
45.	8. Valuation margin of derivative Instruments (+)		0	0	0
46.	III. SECURITIES	(47...52)	0	0	0
47.	1. Shares in affiliated companies		0	0	0
48.	2. Major participating interests		0	0	0
49.	3. Other participating interests		0	0	0
50.	4. Own shares and own partnership shares		0	0	0
51.	5. Debt securities held for trading		0	0	0
52.	6. Valuation margin of securities		0	0	0
53.	IV. CASH AND BANK	(54..+55)	1 889 354	0	5 979 747
54.	1. Petty cash, cheques		207	0	53
55.	2. Bank deposits		1 889 147	0	5 979 694
56.	C DEFERRED EXPENSES AND ACCRUED INCOME	(57...59)	214 295	0	348 725
57.	1. Accrued Income		0	0	0
58.	2. Prepaid expenses		214 295	0	348 725
59.	3. Deferred expenses		0	0	0
60.	TOTAL ASSETS	(1..+29..+56)	26 669 317	0	31 806 319

Date: Fehértó, 2024. április 19.



representative

24328180-4621-113-08

Statistical number

08-09-025056

Registration number

ENVIEN Magyarország Kft.

"A" BALANCE SHEET Liabilities

date in EURO

Number	Description	Prior year	Adjustments of prior year	Current year
a	b	c	d	e
61.	D SHAREHOLDERS' EQUITY (61 +62 +63 ... 73.)	4 152 175	0	9 949 388
62.	I. SUBSCRIBED CAPITAL	350 000	0	350 000
63.	II. SUBSCRIBED CAPITAL BUT UNPAID (-)	0	0	0
64.	III. CAPITAL RESERVES (-)	0	0	0
65.	IV. ACCUMULATED PROFIT RESERVE	2 610 649	0	2 931 820
66.	V. TIED UP RESERVE	0	0	0
67.	VI. REVALUATION RESERVE	-2 129 645	0	-220 721
68.	VII. Revaluation reserve for upwards revaluation	0	0	0
69.	Revaluation reserve for fair value revaluation	-2 129 645	0	-220 721
70.	VII. PROFIT OR LOSS AFTER TAX	3 321 171	0	6 888 289
73.	VII./2 Dividend payable from PROFIT OR LOSS AFTER TAX	0	0	-3 000 000
74.	E PROVISIONS (75 ... 77.)	0	0	0
75.	1. Provisions for expected liabilities	0	0	0
76.	2. Provisions for future costs	0	0	0
77.	3. Other provisions	0	0	0
78.	F LIABILITIES (78 +84 +84.)	22 402 638	0	21 532 889
79.	I. SUBORDINATED LIABILITIES (80 ... 83.)	0	0	0
80.	1. Subordinated liabilities to affiliated companies	0	0	0
81.	2. Subordinated liabilities to companies linked by virtue of major participating interests	0	0	0
82.	3. Subordinated liabilities to other companies linked by virtue of participating interests	0	0	0
83.	4. Other subordinated liabilities	0	0	0
84.	II. LONG TERM LIABILITIES (85 ... 93.)	13 741 412	0	14 368 567
85.	1. Long-term borrowings	0	0	0
86.	2. Convertible or equity bonds	0	0	0
87.	3. Debenture loans	13 741 412	0	14 368 567
88.	4. Investment and development loans	0	0	0
89.	5. Other long-term loans	0	0	0
90.	6. Long-term liabilities to affiliated companies	0	0	0
91.	7. Long-term liabilities to companies linked by virtue of major participating interest	0	0	0
92.	8. Long-term liabilities to other companies linked by virtue of participating interests	0	0	0
93.	9. Other long-term liabilities	0	0	0
94.	III. SHORT TERM LIABILITIES (95 ... 105.)	8 661 226	0	7 164 122
95.	1. Short-term borrowings	0	0	0
96.	2. Other short-term loans	0	0	0
97.	3. Advances received from customers	16 248	0	12 322
98.	4. Accounts payable	2 006 557	0	838 506
99.	5. Bills of exchange payable	0	0	0
100.	6. Short-term liabilities to affiliated companies	2 765 653	0	4 239 397
101.	7. Short-term liabilities to companies linked by virtue of major participating interest	0	0	0
102.	8. Short-term liabilities to other companies linked by virtue of participating interests	26 330	0	230 458
103.	9. Other short-term liabilities	23 544	0	568 421
104.	10. Valuation margin of liabilities	0	0	0
105.	11. Valuation margin of derivative instruments (-)	3 822 894	0	1 277 020
106.	G ACCRUED EXPENSES AND DEFERRED INCOME (107 ... 109.)	314 504	0	324 242
107.	1. Accrued income for future periods	87 887	0	80 926
108.	2. Accrued expense	226 617	0	243 316
109.	3. Deferred income	0	0	0
110.	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY (61.+74.+78.+106.)	26 889 317	0	31 806 319

Date: Fehértó, 2024. április 19.

representative

24328180-4621-113-08

Statistical number

08-09-025056

Registration number

ENVIEN Magyarország Kft.

"A" INCOME STATEMENT
(Cost by nature)

data in EURO

Number	Description	Prior year	Adjustments of prior years	Current year
a	b	c	d	e
01.	Net domestic sales	6 986 563	0	6 558 480
02.	Net external sales	60 543 258	0	74 245 811
I.	NET SALES REVENUES (01+02)	67 529 821	0	80 804 291
03.	Change in self-manufactured inventories	0	0	0
04.	Capitalized value of self-manufactured assets	0	0	0
II.	OWN PERFORMANCE CAPITALIZED (03+04)	0	0	0
III.	OTHER INCOME	4 781	0	11 126
	of which: reversal of impairment loss provision	0	0	0
05.	Material costs	14 038	0	19 056
06.	Services used	1 121 298	0	1 612 476
07.	Other services	123 205	0	138 821
08.	Cost of goods sold	62 494 332	0	71 317 168
09.	Cost of services sold	0	0	0
IV.	MATERIAL TYPE EXPENDITURE (05+06+07+08+09)	63 752 873	0	73 087 521
10.	Wages and salaries	197 479	0	205 187
11.	Other employee benefits	4 113	0	5 441
12.	Wage contributions	26 111	0	28 504
V.	STAFF COSTS (10+11+12)	227 703	0	239 132
VI.	DEPRECIATION	10 816	0	33 684
VII.	OTHER EXPENSE	27 829	0	39 831
	of which: impairment loss provision	0	0	0
A	INCOME FROM OPERATIONS (I+II+III-IV-V-VI-VII)	3 515 391	0	7 415 249
13.	Dividends received	0	0	0
14.	Incor of which: received from related companies	0	0	0
15.	Income from financial investments (equity shares, loans), capital gains	11 382	0	10 494
16.	Other of which: received from related companies	483 857	0	589 270
17.	Other income from financial transactions	41 628	0	10 078
VIII.	INCOME FROM FINANCIAL TRANSACTIONS (13+14+15+16+17)	536 867	0	589 842
18.	Expenses and losses on participating interests	0	0	0
19.	Expe of which: given to related companies	0	0	0
20.	Interests payable and similar expenses	382 517	0	424 297
21.	Loss of which: given to related companies	0	0	0
22.	Other expenses on financial transactions	20 251	0	11 426
IX.	EXPENSES ON FINANCIAL TRANSACTIONS (18+19+20+21)	402 768	0	435 723
B	PROFIT OR LOSS FROM FINANCIAL TRANSACTIONS (VIII-IX)	134 099	0	154 119
C	PROFIT OR LOSS BEFORE TAX (A+B)	3 649 490	0	7 569 368
X.	Tax expense	328 319	0	681 079
D	PROFIT OR LOSS AFTER TAX (C-X)	3 321 171	0	6 888 289

Date: Fehérő, 2024. április 19.



representative
(képviselője)

24328180-4621-113-08

Statistical number

08-09-025056

Company Registration Number

ENVIEN Magyarország Kft.

9163 Fehértó, Dózsa György tér 7.

www.envien.hu

Annual report

for the period ending on 31st December, 2023

Dated Fehértó, 19, April 2024.



Aleksza György, Stefán Tóth

Managing Officer

Stamp

ENVIEN Magyarország Kft.
Supplementary Annex to the Annual Report
31 December, 2023.
(all amounts in EUR, unless indicated otherwise)

1. PRESENTATION OF THE COMPANY

ENVIEN Hungary („Company”) is a limited liability company with company seat at: 9163 Fehértó, Dózsa György tér 7.

The Company started its operations on 23 April, 2013. The Court of Registration of Győr registered the Company under No. Cg.08-09-025056 on 06 June, 2013.

Based on the decision of the owners the Company included in its deed of foundation that bookkeeping will be made in euro.

Main activity of the Company:

- 4621'08 Whole-sale trade of grain, tobacco, seed-corn and fodder

The registered capital of the Company is EUR 350.000.

Owners of the Company:

Ownership proportions:

1,	ENVIEN International Limited MT 1612 San Swann, Triq Sant Andrija The HUB Suite No W203. Maltese Court of Registration, C 58766 Representative of deliveries: Dessewffy and David and Partners Lawyer's Office 1125 Budapest, Lóránt út 1. Building B	EUR 350,000 100 %
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Managing Officers of the Company:

György Aleksza (mother's name: Éva Anna Somlyai)
Date of birth: 20.04.1976
2096 Üröm, Fő utca 15.
Tax ID: 8399211311

Stefán Tóth (mother's name: Keszelióvá Gizela)
Date of birth: 06.12.1974
Address or residence abroad:
SK 93011 Topoéniky, Chládna u. 1351/84.
Foreign tax number: SK 7412066629
Representative of deliveries:
Dessewffy and David and Partners Lawyer's Office
1125 Budapest, Lóránt út 1. building B.

György Aleksza and Stephan Tóth managing officers are entitled to sign the annual report.

Management receives remuneration. The annual amount of the remuneration: HUF 5,760,000

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(all amounts in EUR, unless indicated otherwise)

The company is obliged to have its books audited.
Auditor's data:

Mazars Auditor and Consulting Limited Liability Company
1139 Budapest, Fiastyúk utca 4-8.
Company registration number: 01-09-078412
Data of the person responsible also in person for auditing:
Molnár Andrea Kinga (mother's name: Dr. Kovács Mária Ibolya)
MKVK membership number: 007145
IFRS qualification number: IFRS000265

The annual auditing fee is EUR 6,622.

Data of the entity providing accounting services:
BackOffice Team Kft.
1055 Budapest, Markó utca 7. 6.em.8
Data of the person entitled to represent the organisation:
Beáta Péterfi
Professional qualification: chartered accountant, Reg. No.: 132259
(mother's maiden name: Éva Gróf, address: 8764 Dióskál, Kossuth u. 13.)

ENVIEN Magyarország Kft.
Supplementary Annex to the Annual Report
31 December, 2023.
(all amounts in EUR, unless indicated otherwise)

2. ACCOUNTING POLICY

a) General information

The Company prepares an annual report, and, accordingly, accounting is performed by the rules of the double-entry book-keeping. The balance sheet is type „A”, the profit and loss account is also type „A” using the total cost method.

Pursuant to the decision of the owners the Company keeps its books in euro, by the rules and principles of double-entry book-keeping.

Balance sheet accounting date: 31 December, 2023

Date of balance sheet preparation: 17 March, 2024

The annual report is prepared in accordance with the Hungarian Accounting Act, by using the at-cost principal.

The Company prepares a consolidated report using the complete consolidated method: ENVIEN International Limited, Company Seat: The Hub, Suite W203, Triq Sant Andrija, San Gwann, Malta

b) Main elements of the accounting policy

The Company operates in accordance with the regulations of the Accounting Act and other effective accounting provisions.

The Company – in conformity with the Accounting Act – developed its cash handling, stock-taking, assets and liabilities assessment rules.

The Company laid down in its accounting policy – starting from the principle of continuation of the venture – that the compliance with the following basic accounting principles must be ensured: completeness, truthfulness, clearness, commensurability, continuity, consistency, cautiousness, gross accounting, individual assessment, using deferred revenues and income, primacy of contents to form, relevance, and comparison of costs and proceeds.

No errors of significant amount were detected at the Company in the business year. An error is regarded significant if the total effect of the errors on increasing/reducing profit and shareholders' equity (regardless of the positive or negative sign) exceeds the limit determined in the accounting policy (i.e. 2% of the prevailing value of shareholders' equity).

The effect of the total of the changes of the equity capital errors revealed concerning the business year does not exceed 2% of the original balance sheet total prepared for the business year under examination (regardless of the precursor) or 2% of the balance sheet total does not exceed EUR 3,333, is considered EUR 3,333. The effects of the errors must be determined separately for the individual business years, and their significance must be examined accordingly. In case of errors with significant amount does not appear in the data of the subject year – by leaving the data of the previous year unchanged – but separately in a separate column (modifications concerning the already closed business year(s)). Even for modifications concerning several business years – if the significant error affects the data of the individual years – the modification of previous years shall be presented in

ENVIEN Magyarország Kft.
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(all amounts in EUR, unless indicated otherwise)

grouped form in the balance and the profit and loss account in one value column, and the detailed data concerning the significant errors – if preparation of them is a provision – must be presented in the supplementary annex. All errors are considered as not significant ones at the Company that do not belong to the significant errors.

Unless other section of the accounting policy provides otherwise, significant amounts are the ones exceeding EUR 3,333 or foreign exchange exceeding this amount. The application of the concept did not change since the previous business year.

Unless other section of the accounting policy provides otherwise, items that are not significant by themselves must also be taken into account, if the total effect of the differences exceeds EUR 3,333 (or the equivalent amount in other currency). The application of the concept did not change since the previous business year.

The end of the year reassessment of assets and liabilities incurred in foreign currency/exchange is independent of amount limits.

The end of the year reassessment of assets and liabilities incurred in foreign currency/exchange is independent of amount limits.

Assessment methods and procedures

The main consideration at the assessment is the continuation of the venture, and the business activities, respectively, in an unaltered manner. Both considerations prevail at the Company.

The assessment principles applied when preparing the balance sheet of the previous year continue to be in effect.

Assets are recorded at cost (purchase value, production/manufacturing cost) in the records of the Company.

The “at cost” value is the sum of the cost of obtaining the asset plus the costs incurred up to installation or transporting into the warehouse with the purpose of putting into operation, which costs can individually be allocated to the asset. The purchase value includes the purchase price (reduced by discounts or increased by surcharges), and the transportation, handling, foundation construction, assembly, and installation expenses incurred in relation to the purchase of the asset, as well as commissions, import duties related to the purchase, and undeductable taxes.

Accounting of transactions incurred in currency other than used in accounting

Transactions incurred in foreign currency are accounted on the central exchange rate of the Hungarian National Bank valid on the date of the transaction. The gain or loss due to the difference between the exchange rates on the date of financial performance and on the date of realising the transaction is stated in the Profit and Loss Account.

The evaluation of assets and liabilities in the balance - registered in currency other than the currency used in accounting – is the following:

All foreign currency cash in hand, foreign exchange on the bank account, all foreign exchange receivables - classified as per Articles 54-55 of the Accounting Act –, financial investments, securities as well as liabilities should be stated in the balance sheet at a rate calculated using the rate of exchange officially published by the above financial institution for the business year accounting date. Our company does not set a value limit regarding what effect is considered to be

ENVIEN Magyarország Kft.
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(all amounts in EUR, unless indicated otherwise)

significant on the profit/loss when reassessing assets and liabilities incurring in foreign exchange on the business year accounting date.

The difference between the book value of foreign currency cash in hand, foreign exchange on the bank account, foreign exchange receivables, financial investments, securities as well as liabilities prior to the assessment on the business year balance accounting date and the EURO value on the date of assessment:

a) shall be accounted as exchange rate loss among other expenditures of financial transactions in case the above accumulated difference is a loss,

b) in case the accumulated difference is a profit, it shall be accounted in the profit and loss account – according to its plus or minus sign – as other revenue of financial transactions.

c) Fixed assets

Intangible assets

The purchase/production costs of intangible assets are stated at a value not higher than the known market value, after deducting the accumulated depreciation. Depreciation is calculated with the linear method using the depreciation rates required to write-off intangible assets during their expected useful lifetime.

In case of intellectual property the rate shall be determined individually; the capitalised value of research & development is accounted for during 5 years as a depreciation cost.

Unbudgeted depreciation is accounted for (a) intellectual property if it becomes obsolete, is damaged or destroyed, and cannot be used any longer; and for (b) research & development activity if the activity is restricted, terminated or the development closes without success.

For low value intangible assets purchases below an individual value of EUR 666 are accounted as immediate depreciation.

Intangible assets have the following expected useful lifetime:

Concessions and similar rights and assets	3-5 years
Intellectual property	3-5 years
Capitalised value of research & development	5 years

The Company did possess intangible goods on 31.12.2023.

Fixed assets

Fixed assets are recognised in the balance at purchase/production cost, after deducting the accumulated depreciation. Depreciation is calculated with the linear method, by using the depreciation factors for writing off assets during their expected lifetime. The expected useful lifetime of the assets is the following:

Real estate	50 – 100 years
Technical equipment	3 - 10 years
Other equipment	3 - 10 years

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The expected useful lifetime of fixed assets was determined by taking into account the period of their continuous usability. Residual values for fixed assets were determined individually.

Low value fixed assets are assets with an individual value lower than EUR 666.

The basic criteria of modifying planned depreciation, and the conditions of accounting for unbudgeted depreciation and write-back are specified in compliance with Articles 53, 57 and 58 of the Accounting Act.

The Company did possess fixed assets on 31.12.2023.

Financial investments

Investments representing ownership are assessed on purchase price as long as their market value does not permanently decrease below their registered value. In the latter case the basis of assessment is the market price known at the time of preparing the balance sheet or – if this is not available – the proportion of the equity capital falling on our company.

Securities (listed under invested assets and possessed by the Company for more than one year) are recognized on their purchase price in the balance as long as their market value is not permanently reduced below their registered value. In the latter case – similarly to investments representing ownership share – the basis of assessment is the market price known at the time of preparing the balance sheet.

The Company had invested financial instruments of permanently provided loan on 31.12.2023.

d) Inventories

Inventories purchased are recognized at their purchase cost. The value of the inventory produced by the company includes direct material and labour costs and indirect costs divided pro rata. At cost values are stated in accordance with the accounting policy and with the accounting act.

There are only purchased materials among inventories.

Value loss is accounted for inventories the market value of which has decreased significantly.

Our Company had closing inventory at the closing of the year. No value loss has been accounted for the value of inventories during the year.

The Company had purchased inventories in transit on 31.12.2023.

e) Receivables

Our Company accounts for depreciation for existing receivables (including receivables from credit institutions, financial enterprises, loans and advance payments provided, as well as receivable-type items listed under accrued income) not settled by the balance sheet accounting date based on customers' /debtors' ratings – upon the information available at the time of preparing the balance sheet – in the amount of the difference between the book value of the receivables and the amount that is expected to be recovered (which difference is a type of loss), in case this difference seems to be permanent and is significant.

If – based on the rating of the buyer or debtor – the expected return of the receivables significantly exceeds the book value, the previously accounted for value loss shall be reduced by write-back. The book value of the receivables shall not exceed the recorded value by the write-back.

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Our Company did account for value loss for customer's receivables and did not carry out write-back.

The Company had receivables from customers, suppliers and the tax authority on 31.12.2023.

f) Liabilities

Liabilities are debts expressed by supplier, entrepreneurial, service-type and other contracts, in monetary terms, which debts have already been performed by the supplier, contractor, service provider, the provider of the loan, and are related to the acknowledged supply, service, provision of loan, or that have been taken care of part of government or municipality property through legal provision or authorisation.

On 31.12.2023 the Company had liabilities towards suppliers, buyers, creditors, employees and the tax authority.

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Transactional data of the Company towards related ventures and enterprises with significant ownership share, in the given period:

Data in EUR

Buyers	Country	01.01.2022- 31.12.2022	01.01.2023- 31.12.2023	Index
ENVIEN BIOPAL	Poland	0	500	0%
ENVIRAL a.s.	Slovakia	15,963,129	24,387,990	153%
Polnoservis a.s.	Slovakia	4,604,039	407,419	9%
Ethanol Energy a.	Slovakia	0	7,749,211	0%
Buyers total		20,567,168	32,544,620	158%
Szállítók				
Polnoservis a.s.	Slovakia	19,875,085	21,374,296	108%
ENVIRAL a.s.	Slovakia	22,652,937	18,939,254	84%
Suppliers total		42,528,022	40,313,550	95%

The receivables and liabilities of the Company towards related and affiliated ventures were as follows:

Data in EUR

Description	31/12/2022	31/12/2023	Index %
ENVIRAL a.s.	5,165,508	6,051,926	117%
Polnoservis a.s.	0	46,407	0%
Total receivables from affiliated ventures	5,165,508	6,098,333	118%
Polnoservis a.s.	804,733	562,071	70%
ENVIRAL a.s.	1,943,399	3,677,326	189%
ENVIEN Int. Limited	17,521	0	0%
Total liabilities towards affiliated ventures	2,765,653	4,239,397	153%
RT LOGISTIC a.s.	26,330	230,456	875%
Total liabilities towards ventures with other interests	26,330	230,456	875%

g) Hedge transactions

The Company applies the rules of fair values on derivative transactions and considers them as cash-flow transactions and indicates them as cash-flow hedge transactions, because the Company handled the changes of the cash-flow expressed in EUR of the hedged transaction (bond issued).

h) Sales revenue

The net sales revenues are accounted for at the time of performance and do not include value added tax.

The Company had sales revenues in year 2023.

i) Corporate tax

Corporate tax is accounted for in the Profit and Loss account based on the tax regulations prevailing in the year under review.

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3. FINANCIAL POSITION AND LIQUIDITY

Since the balance sheet accounting date no events occurred that would have significantly influenced the Company's report dated 31st December, 2023.

The tax authority did not carry out comprehensive tax audit at the Company in years 2017-2021. The Tax Authority may examine the books and records at any time within the next 6 years following the relevant tax year and may establish additional tax or penalty. The Company's management is not aware of any circumstances that would result in significant liabilities for the Company under that title.

Composition of assets

Data in EUR

Description	31/12/2022	31/12/2023	Deviation 2023-2022	Index 2023/2022
Invested assets	15,662,341	15,710,715	48,374	100%
INTANGIBLE ASSETS	8,709	16,721	8,012	192%
Concessions and similar rights	8,709	16,721	8,012	192%
Intellectual property	0	0	0	0%
FIXED ASSETS	53,632	93,994	40,362	175%
Property	0	0	0	0%
Other equipment, devices, vehicles	49,635	93,994	44,359	189%
Advances for investments	3,997	0	-3,997	0%
INVESTED FINANCIAL ASSETS	15,600,000	15,600,000	0	100%
Long term loans	15,600,000	15,600,000	0	100%
Current assets	10,992,681	15,746,879	4,754,198	143%
INVENTORIES	0	348,257	348,257	0%
Goods	0	348,257	348,257	0%
RECEIVABLES	9,103,327	9,418,875	315,548	103%
Receivables from supply of goods and services (bu	2,285,553	1,705,712	-579,841	75%
Bills of exchange receivables	0	0	0	0%
Receivables from affiliated venture	5,165,508	6,098,333	932,825	118%
Receivables from ventures with significant ownership share	0	0	0	0%
Other receivables	1,652,266	1,614,830	-37,436	98%
SECURITIES	0	0	0	0%
Holdings in affiliated ventures	0	0	0	0%
LIQUID ASSETS	1,889,354	5,979,747	4,090,393	316%
Cash in hand, cheques	207	53	-154	26%
Bank deposits	1,889,147	5,979,694	4,090,547	317%
Accrued income	214,295	348,725	134,430	163%
Accrued income	0	0	0	0%
Prepaid expenses	214,295	348,725	134,430	163%
Deferred expenses	0	0	0	0%
TOTAL ASSETS (rows 01+22+42)	26,869,317	31,806,319	4,937,002	118%

The Company had inventories in transit at the end of the year.

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Composition of liabilities

Data in EUR

Description	31/12/2022	31/12/2023	Deviation 2023-2022	Index 2023/2022
Shareholders' equity	4,152,175	9,949,388	5,797,213	240%
ISSUED CAPITAL	350,000	350,000	0	100%
ISSUED BUT NOT PAID CAPITAL (-)	0	0	0	0%
CAPITAL RESERVE	0	0	0	0%
PROFIT RESERVE	2,610,649	2,931,820	321,171	112%
TIED UP RESERVE	0	0	0	0%
REVALUATION RESERVE	-2,129,645	-220,721	1,908,924	10%
PROFIT AFTER TAX	3,321,171	6,888,289	3,567,118	207%
Provisions	0	0	0	0
Provisions for expected losses	0	0	0	0%
Liabilities	22,402,638	21,532,689	-869,949	96%
SUBORDINATED LIABILITIES	0	0	0	0%
LONG-TERM LIABILITIES	13,741,412	14,368,567	627,155	105%
Long-term loans received	0	0	0	0%
Liabilities from loans received	13,741,412	14,368,567	627,155	105%
Other long-term liabilities	0	0	0	0%
SHORT-TERM LIABILITIES	8,661,226	7,164,122	-1,497,104	83%
Short-term loans	0	0	0	0%
Short-term credits	0	0	0	0%
Advance payments received from customers	16,248	12,322	-3,926	76%
Trade accounts payable (suppliers)	2,006,557	838,506	-1,168,051	42%
Short-term liabilities to affiliated ventures	2,765,653	4,239,397	1,473,744	153%
Short term liabilities t vent with other relationship	26,330	230,456	204,126	875%
Other short term liabilities	23,544	566,421	542,877	2406%
Negative valuation difference of derivative transactions	3,822,894	1,277,020	-2,545,874	33%
Accrued expenses and deferred income	314,504	324,242	9,738	103%
Deferred revenues	87,887	80,926	-6,961	92%
Accrued expenses and deferred income	226,617	243,316	16,699	107%
Deferred income	0	0	0	0%
TOTAL LIABILITIES (44+54+58+73)	26,869,317	31,806,319	4,937,002	118%

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Liquidity indices were calculated from the data of the balance sheet and the profit and loss account.

Liquidity indices

Indices of the property position	Prior year	Current year	Change
Proportion of assets invested Assets invested/Assets	58.29%	49.39%	84.73%
Collateral of assets invested Shareholders' equity/Assets invested	26.51%	63.33%	238.89%
Fixed assets efficiency Net sales revenue/Fixed assets	125913.30%	85967.50%	68.28%
Proportion of fixed assets Fixed assets/fixed assets+current asset	0.49%	0.59%	120.41%
Ratio of shareholders' equity Shareholders' equity/Total liabilities	15.45%	31.28%	202.46%
Capital structure Foreign capital/total liabilities	83.38%	67.70%	81.19%

Financial liquidity position	Prior year	Current year	Change
Liquidity index current assets/liabilities	49.07%	73.13%	149.03%
Short-term I. assets/short-term liabilities	126.92%	219.80%	173.18%
Short term II. (curr. assets-receiv)/short-t liab.	21.81%	88.33%	405.00%
Short-term III (Liq assets+secur)/sh-term liab.	21.81%	88.47%	405.64%
Credit coverage Receivables/Sh-term liab.	105.10%	131.47%	125.09%
Indebtedness Liabilities/Sharehold. equity	539.54%	216.42%	40.11%

Profitability position	Prior year	Current year	Change
Asset efficiency	12,36%	21,66%	175,24%
Ratio of profit to revenues	4,92%	8,52%	173,17%
Ratio of operational profit to revenues	5,21%	9,18%	176,20%
Margin	7,46%	11,74%	157,37%
Ratio of sharehold eq. to issued capital Sharehold.eq./issued capital	1186,34%	2842,68%	239,62%
Efficiency of shareholder's equity Profit after tax/sharehold equity	79,99%	69,73%	86,55%
Ratio of profit before tax to revenues	5,40%	9,37%	173,52%
Ratio of profit before tax to assets	13,58%	23,80%	175,26%
Ratio of profit before tax to shareholders' equity	87,89%	76,08%	86,56%

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4. EXPLANATION OF BALANCE SHEET AND P&L ITEMS

1. Invested assets	31/12/2022	15,662,341 EUR
	31/12/2023	15,710,715 EUR

INTANGIBLE ASSETS

31 December, 2023

Data in EUR

Description	Property rights	Goodwill or company value	Intellectual properties	Experimental and development capitalised value	Cap. Value of foundation reorganisation	Total
GROSS VALUE						
Opening value	0	0	25 482			25 482
Increase			20 226	0		20 226
Decrease			1 190	0		1 190
Re-classification						0
Closing value	0	0	44 518	0	0	44 518
DEPRECIATION						
Opening value	0	0	16 773			16 773
Increase						0
Decrease			1 190			1 190
Re-classification						0
Depreciation in cur.yr as planned	0	0	12 214	0	0	12 214
above plan			12 214			12 214
Closing value	0	0	27 797	0	0	27 797
NET VALUE						
Opening value	0	0	8 709	0	0	8 709
Closing value	0	0	16 721	0	0	16 721

The intangible assets of the Company consist of software purchased to perform administrative duties.

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FIXED ASSETS

31-Dec-23

Data in EUR

Designation	Properties	Technical machinery Equipment	Other machinery Equipment	Investments	Investment advance előleg	Total
Gross value						
Opening value	0		78,943	0	3,997	82,940
Increase			65,829	65,829	58,411	190,069
Decrease			9,097	65,829	62,408	137,334
Re-classification						0
Closing value	0	0	135,675	0	0	135,675
VALUE DECREASE						
Opening value	0		29,308			29,308
Increase						0
Decrease			9,097			9,097
Re-classification						0
Value decrease in subj yr.	0	0	21,470	0	0	21,470
as planned			21,470			21,470
above plan						0
Closing value	0	0	41,681	0	0	41,681
Opening value						
Opening value	0	0	49,635	0	3,997	53,632
Closing value	0	0	93,994	0	0	93,994

2. Invested financial assets

FINANCIAL INVESTMENTS

31/12/2022 15,600,000 EUR

31/12/2023 15,600,000 EUR

On 31st December, 2023 the Company had financial investments in the form of loan permanently provided to affiliated venture.

3. Inventories

31/12/2022 0 EUR

31/12/2023 348,257 EUR

The Company had inventories on 31 December, 2023 due to inventories in transit.

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4. Receivables

31/12/2022 9,103,327 EUR
31/12/2023 9,418,875 EUR

The Company incurred receivables from buyers, suppliers and the Tax Authority as follows:
Data in EUR

Description	31/12/2022	31/12/2023	%
Receivables total	9 103 327	9 418 875	103 47
Buyers	2 285 553	1 705 712	74.63%
Receivables from affiliated ventures	5 165 508	6 098 333	118.06%
Receivables from ventures in other shareholding relationship	0	0	0.00%
Slovak - VAT	1 501 027	1 163 239	107.48%
Corporate tax	107 456	0	0.00%
Suppliers	57	0	0.00%
Caution money, deposit	0	1 053	100.00%
Hungarian - VAT	43 724	0	0.00%
NAK membership fee	0	535	0.00%
NAV self check allowance	2	3	0.00%
Other receivables	1 652 266	1 614 830	97.73%

5. Financial assets

31/12/2022 1,889,354 euró
31/12/2023 5,979,747 euró

The account holding bank of the Company is

- Raiffeisen Bank ZRt., where it keeps its HUF and foreign exchange accounts, and
- Raiffeisen Bank International AG, where it keeps its foreign exchange accounts.
- OTP Magyarország Nyrt., where it keeps HUF and foreign exchange accounts.

Data in EUR

Description	31/12/2022	31/12/2023	Index %
Bank balance	1,889,147	5,979,694	317%
Pety cash balance	207	53	26%
Pénzeszközök összesen:	1,889,354	5,979,747	316%

6. Accrued income

31/12/2022 214,295 EUR
31/12/2023 348,725 EUR

On 31 December, 2023 the Company had prepaid expenses and accrued income from sponsorship (EUR 194 825) and shipping charges (EUR 153 900).

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7. Shareholders' equity	31/12/2022	4,152,175 EUR
	31/12/2023	9,949,388 EUR

The shareholders' equity position was the following:

Description	Data in EUR						
	2022.12.31	Approved dividend from after tax profit	Profit carried over	Capital increase	Valuation reserve of true valuation	After tax profit	2023.12.31
Registered capital	350 000						350 000
Registered but yet unpaid capital	0						0
Capital reserve	0						0
Profit reserve	2 610 649	-3 000 000	3 321 171				2 931 820
Tied up reserve	0						0
Valuation reserve	-2 129 645				1 908 924		-220 721
Profit after tax	3 321 171		-3 321 171			6 888 289	6 888 289
Shareholders' equity to	4 152 175	-3 000 000	0	0	1 908 924	6 888 289	9 949 388

The management of the Company proposes the payment of EUR 7 million as dividend. The real evaluation was recognised in connection with the swap transaction.

Background: The company issued company bonds in the face value of HUF 5.5 billion, in the frame of an open stock exchange auction, on 19 May, 2021. The coupon of the bonds is 2.5%. The ISIN code and denomination of the securities: Envien2031/1 HUF Bond, denotation: ENVIEN2031; ISIN code: HU0000360193. The maturity of the bond is 10 years.

The purpose of the hedging risk: The company maintains its books in EUR, and used the HUF sources for providing loan in EUR. The primary purpose of handling the exchange rate risk arising from the exchange rate/interests arising.

Hedge transaction: Cross currency interest rate swap (CIRS). The Company exchanged the HUF cash-flow liability, arising from the bond issue to EUR cash-flow with OTP Bank Nyrt.

The total equality of the hedge transaction and the cash-flows of the hedge transaction, and because of the cash-flows of the hedge and the hedged transaction the 100% hedge efficiency is ensured, which is continuously checked by the Company in every reporting period. The risk provision is not critical neither for the hedge transaction nor regarding the transaction under the hedge. The hedging rate on the other hand equals the risk management experience.

Handling accounting: The Company applies the rules of fair values on derivative transactions and considers them as cash-flow transactions and indicates them as cash-flow hedge transactions, because the Company handled the explicit changes of the cash-flow expressed in EUR of the hedged transaction (bond issued).

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8. Liabilities

31/12/2022 22,402,638 EUR
31/12/2023 21,532,689 EUR

Breakdown of liabilities:

Description	31/12/2022	31/12/2023	Index %
<i>Debt from bond issue</i>	13,741,412	14,368,567	105%
Long term liabilities from bond issue	13,741,412	14,368,567	105%
<i>Short term liabilities towards affiliated venture</i>	2,765,653	4,239,397	153%
<i>Short term liabilities towards other venture</i>	26,330	230,456	875%
<i>Advances received from buyers</i>	16,248	12,322	76%
<i>Suppliers' liabilities</i>	2,006,557	838,506	42%
Slovak contributions	229	239	104%
NAV corporate tax	0	467,658	0%
NAV Innovation contribution	1,605	20,875	0%
NAV PIT	2,351	1,810	77%
NAV VAT obligation	0	59,313	0%
Other liabilities	0	0	0%
NAV company car tax	102	635	0%
NAV EFO	0	49	0%
Vocational contribution	0	0	0%
NAV social contribution	3,418	2,607	76%
Income account settlement	13,368	11,242	84%
Social contribution	2,471	1,993	81%
<i>Other liabilities</i>	23,544	566,421	2406%
<i>Negative valuation difference of derivative trans.</i>	3,822,894	1,277,020	33%
Total short term liabilities	8,661,226	7,164,122	83%
Liabilities total	22,402,638	21,532,689	96%

9. Breakdown of accrued expenses

31/12/2022 314,504 EUR
31/12/2023 324,242 EUR

Breakdown of accrued expenses:

Data in EUR

Description	31/12/2022	31/12/2023	Index %
Accrued income (bond issue)	87,887	80,926	92%
Bonus	6,403	7,842	122%
Fee of auditing, tax consultancy	5,622	5,038	90%
Suppliers (phone, fuel, IT service, accomodation)	0	6,050	0%
Interest of bond	214,592	224,386	105%
Agent fee	0	0	0%
Bond guarantee	0	0	0%
Accrued expenses and deferred income	226,617	243,316	107%

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10. Net sales revenue	2022	67,529,821 EUR
	2023	80,804,291 EUR

The main activity of the Company is the sales of fodder by-products and grain for industrial use.

Description	Data in EUR	
	2022.01.01- 2022.12.31	2023.01.01- 2023.12.31
Net revenue of domestic sales	6,986,563	6,558,480
Net revenue of export sales	60,543,258	74,245,811
Net sales revenue (01+02)	67,529,821	80,804,291
Capitalised value of self-produced assets	0	0
Change in self-manufactured inventories	0	0
Value of capitalised self-performance (03+-04)	0	0
Other revenues	4,791	11,126
Of which depreciation written back	0	0
Material costs	14,038	19,056
Value of services used	1,121,298	1,612,476
Value of other services	123,205	138,821
Purchase value of goods sold	62,494,332	71,317,168
Value of services sold	0	0
Material type expenditures (05+06+07+08+09)	63,752,873	73,087,521
Wages costs	197,479	205,187
Personnel disbursements	4,113	5,441
Wages related contributions	26,111	28,504
Personnel type expenditures (10+11+12)	227,703	239,132
Depreciation	10,816	33,684
Other expenditures	27,829	39,831
Of which value loss	0	0
PROFIT OF BUSINESS ACTIVITIES (I+II+III-IV-V)	3,515,391	7,415,249
Dividends and shares received (due)	0	0
Exch rate gain of selling shares	0	0
Interest, exch rate gain of invested fin assets	11,382	10,494
Other interest received (due), interest type income	483,857	569,270
Other income from financial transactions	41,628	10,078
Income from fin transactions (13+14+15+16+17)	536,867	589,842
Exch rate loss of invested fin assets	0	0
Payable interest type expenditures	382,517	424,297
Value loss of shares, securities, bank deposits	0	0
Other expenditures of financial transactions	20,251	11,426
Expenditures of fin transactions (18+19+20+21)	402,768	435,723
PROFIT/LOSS OF FIN TRANSACTIONS (VIII-IX)	134,099	154,119
PROFIT BEFORE TAX (A+B)	3,649,490	7,569,368
Tax liability	328,319	681,079
After tax profit (C-X)	3,321,171	6,888,289

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The export revenue of the Company (EUR 74 245 811) was as follows:

Data in EUR

Partner country	EUR		
	2022.12.31	2023.12.31	Index %
Slovakia	22 809 123	32 382 186	142%
Czech Republic	6 446 243	6 333 607	98%
Poland	705 536	1 135 091	161%
Austria	15 144 545	18 323 170	121%
Italy	10 383 416	11 608 044	112%
Germany	2 763 782	3 439 037	124%
Slovenia	965 543	505 996	52%
Croatia	761 560	250 344	33%
Other EU sales	139 773	80 176	57%
Non-EU sales	423 737	188 160	44%
	60 543 258	74 245 811	123%

11. Other revenues

2022	4,791 EUR
2023	11,126 EUR

The Company had other revenues from incidents of loss (EUR 4 415), tax subsidy (EUR 5835) and rounding (EUR 876).

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12. Breakdown of expenditures by cost type

The Company incurred expenses in connection with the distribution of fodder by-products and industrial grain as well as of organising administration.

Description	Data in EUR		
	2022	2023	Index %
Material costs	14,038	19,056	136%
Value of services obtained	1,121,298	1,612,476	144%
Value of other services	123,205	138,821	113%
Purchase value of goods sold	62,494,332	71,317,168	114%
Value of services sold	0	0	0%
Material type expenditures	63,752,873	73,087,521	0%
Wages costs	197,479	205,187	104%
Payments to personnel	4,113	5,441	132%
Contributions for wages	26,111	28,504	109%
Payments to personnel	227,703	239,132	105%
Depreciation	10,816	33,684	311%
Cap value of self-produced assets	0	0	0%
Changes of self-produced inventory	0	0	0%
Value of capitalized own performance	0	0	0

The Company lists the purchase value of purchased and sold fodder additives and the purchase value of industrial purposes grain products among material costs.

13. Other expenditures

2022	27 829 EUR
2023	39 831 EUR

In 2023 the Company had other expenditures consisting of: foundation support (EUR 9 176), delayed payment interest (EUR 6), tax-type expenditures (EUR 30 610) and other expenses (EUR 39).

Description	2022	2023	Index %
Delayed payment interest	54	6	11%
Foundation support	7,290	9,176	126%
Incidence of loss	480	0	0%
Tax type expenditures	19,964	30,610	153%
Other expenditures	41	39	95%
Other expenditures	27,829	39,831	143%

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14. Profit/loss of financial transactions	2022	134,099 EUR
	2023	154,119 EUR

The Company had financial profit from the bank interest received (EUR 5 294), the interest from the loan provided (EUR 185 589), the interest from the SWAP transactions (EUR 378 387), the profit obtained from the invested assets (10 494), the exchange rate at the time of disbursement (EUR 9 981) from the interest paid for the bond and the SWAP transaction (EUR 424 297), from the exchange loss at the time of disbursement (EUR 11 426) and the revaluation at the end of the year (EUR 97).

Description	Data in EUR	
	2022	2023
Profit of financial transactions	134 099	154 119
Interest paid to relate venture for loan received	11 382	10 494
Interest to be paid to the bank	-7 620	0
Interest for loan provided	156 000	185 589
Interest of SWAP transaction	-47 040	- 45 910
Bank interest received	0	5 294
Financial profit of exchange rate difference	21 77	- 1 348

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15. Taxation

Connection between accountancy profit and profit as the basis of taxation: data in kHUF

Data in kHUF

	31/12/2022	31/12/2023
Profit before taxation	1,460,708	2,897,403
Items accounted as provisions		
Provisions acc as income	0	0
Write-back	0	0
Confirmed subsidy	600	700
Depr. Acc to the taxation act and the calculated value of removing the item	4,329	12,894
Total	4,929	13,594
Items increasing profit before taxation		
Depr. And the amount accounted wne removing the fixed asset	4,329	12,894
Penalty, delayed payment interest	0	0
Undercapitalisation	0	0
Cost not in the interest of the company	0	0
Receivable	0	0
Provisions calculated	0	0
Market value between related vent. and value used	0	0
Total	4,329	12,894
Tax base	1,460,108	2,896,703
Corp.tax/min. profit tax	131,410	260,703
After tax profit	1,329,298	2,636,700

In year 2023 both the profit before tax and the corporate tax base reached the income (profit) minimum therefore the Company established the corporate tax based on the higher value. The tax payable by the Company in year 2023 was established as EUR 681 079, the after tax profit as 6 888 289.

**Calculation of corporate tax based on income minimum
2023**

data in kHUF

Net sales revenue	30 930 267
Other income	4 259
Income of financial transactions	225 780
Corrected total income	31 160 306
Establishment of minimum (profit) income (2%)	623 206
Establishment of minimum (profit) (2%) income	623 206
Calculated tax (9%)	56 089

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Cash-Flow

2023. december 31.

	Előző év EURO	Tárgy év EURO
1a. Profit before taxation	3 649 490	7 569 368
Of which: subsidy received for the operations, financially settled		
1b. Correction of the profit before taxation +	0	0
1. Corrected profit before taxation(1a+1b) +	3 649 490	7 569 368
2. Accounted depreciation	10 816	33 684
3. Accounted value loss and write-back	0	0
4. Creating provisions and the difference between utilisation	0	0
5. Result of the sales of invested assets		
6. Changes of supplier's liabilities	883 801	-1 168 051
7. Changes of other short term liabilities	2 098 588	-329 053
8. Changes of accruals	-85 305	9 738
9. Changes of buyers' receivables	-1 284 907	579 841
10. Changes of current assets (without buyer and funds)	-4 739 773	-1 243 646
11. Changes of active accruals	-165 572	-134 430
12. Tax paid (for the profit)	-328 319	-681 079
13. Dividend and share paid	0	-3 000 000
I. Operating cash-flow	38 819	1 636 372
14. Procurement of invested assets	-51 071	-82 058
15. Sales of invested assets	0	0
16. Repayment of loans and bank deposits provided for a long term, cancellation, reimbursement +	0	0
17. Loans and bank deposits provided for the long term --	0	0
18. Dividend and shares received +	0	0
II. Investment cash flow	-51 071	-82 058
19. Issue of shares, capital acquisition, income of capital increase +	0	0
20. Income of issuing bonds and securities representing credit situation +	-1 176 229	2 536 079
21. Obtaining credit and loan +	0	0
22. Financial assets received permanently +	0	0
23. Raising shares, , capital withdrawal (capital reduction) --	0	0
24. Payback of debt instruments --	0	0
25. Repayment of credit and loan --	0	0
26. Funds handed over permanently --	0	0
III. Financing cash-flow	-1 176 229	2 536 079
IV. Changes of financial assets (rows I.+ II. + III)	-1 188 481	4 090 393
27. Revaluation of funds in foreign currency +	0	0
V. Changes of funds as per the balance (rows IV+27) +	-1 188 481	4 090 393

Opening financial assets

3 077 795 1 889 354

Closing financial assets

1 889 354 5 979 747

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5. INFORMATIVE DATA

Wages and number of personnel

The Company had nine employees. Their wages are reflected in the table below.

WAGES OF FULL TIME EMPLOYEES AND PERSONS WORKING FOR A FEE 31.12. 2023				
Description	Average number persons	Gross wages paid euro	Gross avg. wages EUR	
			01.01.2023- 31.12.2023	Monthly
Persons working for a fee	2,00	18 116	3 342	279
white collar employees	7,00	161 727	8 525	710
Total	9,00	179 843	7 374	614

Data in EUR

CONTRIBUTION DATA OF FULL-TIME EMPLOYEES AND PERSONS WORKING FOR A FEE 31.12.2023			
Designation	2022.12.31	2023.12.31	%
Social contribution	23 130	25 192	109%
EFO	27	310	1148%
Slovak healthcare contribution	2 954	3 002	102%
Total	26 111	28 504	109%

The Company did not carry out any research, experimental-development activities.

The Company did not have environmental and warranty obligations.

The Company does not possess equipment exclusively for environment protection.

In the 2018 business year – under the guarantee undertaking agreement of significant amount (EUR 3,29 million) concluded with a financial institution – our Company provides guarantee to an enterprise registered abroad, in connection with obtaining loan.

No income and expenditure of exceptional amount occurred at our Company in year 2023.

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Impact of the Ukrainian-Russian war on the operation of the Company

The management of the Company assessed the impact of the Ukrainian-Russian war on the property and financial position, liquidity, operation and the principle of continuation of the business. In our opinion the established market circumstances have no direct effect on the property and financial position as well as the operation of the Company, as presented in the annual report.

The Company is monitoring its liquidity on a weekly basis and controls, in cooperation of the owners, that sufficient liquidity is continuously available.

The Company is confident that it can emerge stronger from this crisis. According to the assessment of the management of the Company the continuation of the operation of the Company is ensured minimum in the 12-month following the balance sheet date.

No events occurred after the operations of the Company that would have influenced the report in a significant manner. The markets of DDGS and RSM are stable, and although the business situation is difficult for some smaller users, big players are always present on the market. Compared to previous years spot sales mean a considerable change; most companies only buy for the coming few months, and not just for months or quarters, as they did previously.

We expect that high raw material prices will drop in the coming half year, as they have reached their peaks.

Fehértó, 19, April 2024.



Aleksza György, Stefán Tóth

Managing Officers

Business report – 2023

Envien Magyarország Kft. (“Company”)

I. Presentation of activities

The Company carrying out trading activities of Envien Group, was established in 2013 with the purpose to get closer to the major corn and rapeseed producer in the region, mainly in the territory of Hungary. The Company has a seat in Fehértó, Dózsa György tér 7, in a leased office. The number of employees as of 31 December 2023 were 7 FTE, which corresponds with the complexity of business activities. The core business represents trading with Distillers Dried Grains with Solubles (DDGS) and rapeseed meal, which are by-products of biofuel production. The purpose of the management report is to present the Company's assets, financial and income status, the course of business to provide information about the current financial/market position of the Company.

II. The Owner of the Company, the Guarantor

Envien International Limited, seated at the Hub, Suite W203, Triq Sant Andrija, San Gwann, is the sole owner of the Company and holds shares in other operating companies mainly in the CEE region. Envien Group is one of the largest biofuel producers (producing both bioethanol and biodiesel) in Europe, having its core activities and markets in Slovakia, Czechia, Hungary, Croatia and Switzerland. The business environment in 2023 was very hectic, the company faced lot of challenges, but managed to handle. The group utilised the benefits from the acquired Envien Biopaliwa Poland. The company signed an agreement with Indian partner to form a JV to construct and operate bioethanol plant in India.

III. Business performance/environment of the Company in 2023

Harvest in 2023 in our region was beneficial, but as a reaction commodity prices and also mid-protein prices started to decrease.

As our DDGS and rapeseed meal (RSM) production was contracted ahead our sale prices were still attractive in comparison with commodity prices. Rapeseed meal prices dropped mostly in Q3, when new crop rapeseed was harvested. It had an impact on DDGS prices, but generally DDGS decreased in Q4, after new crop corn.

The market for DDGS and RSM were all year long stable. As rapeseed meal consumption in Slovakia has dropped, we managed to realise higher export quantities as in past years. Even if for some smaller consumers economic situation is hard, the bigger players are always present on the market. Spot

purchases are still the way the consumers behave, most of the companies are purchasing just for next few weeks, not months or quarters, as it was common previously.

On the purchase side we purchased almost 25 000t of corn from new crop corn in Q3, mostly from Poland and Hungary. New crop Hungarian origin had no more toxin problems and also we were introducing stricter quality control to discover potential quality problems.

From rapeseed we purchased nearly 10 000t from new crop in the second half of 2023.

Whole 2023 purchase numbers were 93000t corn and 18000t rapeseed. With such figures we managed to build up a good position on the market and sellers are calculating the prices to our destination. We have built up transport routes and set up long term cooperation with our partners.

For the year 2024 we expect lower prices on mid-proteins. The soymeal prices has decreased by the end on 2023 which has big impact on our mid-protein market. Consumers are still very careful, they are still not realising long term purchases. But at least by low raw material prices crush margins are stable.

Crop 2024 is also expected to be good, so there is no push on prices, on the other hand farmers are dissatisfied because they are creating loss which is not a sustainable phenomenon.

Net sales revenue of the Company reached the level of EUR 80 million, which is line with the plan. The profit before tax was at level of EUR 7.5 million. The company issued bond in the nominal value of HUF 5.5. billion and in parallel performed a cross currency interest rate swap deal with OTP Bank Nyrt in order to match its operating cash-flow with future amortisation schedule of the bond. Yearly interest payment was performed in May 2023.

Fehértó, 19 April 2024

Aleksza György

Ing. Stefan Tóth

Managing Director
