

SCAN GLOBAL LOGISTICS SPAIN, S.L.U.

**Annual Financial Statements and Management
Report for the year ended 31 December 2023**

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PREPARATION OF THE ANNUAL FINANCIAL STATEMENTS AND MANAGEMENT REPORT

Scan Global Logistics Spain, S.L.U.
Balance sheet as at 31 December 2023
(Euros)

ASSETS	Notes	2023	2022
NON-CURRENT ASSETS		1,143,220	1,507,724
Intangible assets	5	46,071	134,084
Computer software		46,071	134,084
Property, plant and equipment	6	753,065	794,675
Technical installations and other property, plant and equipment		753,065	536,392
Assets under construction and advances		--	258,283
Long-term financial investments	7	52,191	29,442
Other financial assets		52,191	29,442
Deferred tax assets	12	291,893	549,523
CURRENT ASSETS		21,229,956	27,109,988
Trade and other receivables		13,627,355	24,408,850
Trade receivables from sales and services	7	12,499,159	21,933,888
Trade receivables from group companies and associates	7	1,128,196	2,449,387
Current tax assets	12	--	25,493
Other receivables from public administrations	12	--	82
Short-term investments in group companies and associates	7	4,218,518	--
Loans to companies		4,218,518	--
Short-term accruals and deferred income		588,687	36,662
Cash and cash equivalents	8	2,795,396	2,664,476
Cash		2,795,396	2,664,476
TOTAL ASSETS		22,373,176	28,617,712
EQUITY AND LIABILITIES		2023	2022
EQUITY		9,364,398	4,035,629
SHAREHOLDERS' EQUITY		9,364,398	4,035,629
Share capital	9.1	60,000	60,000
Subscribed share capital		60,000	60,000
Reserves	9.2	3,975,629	656,049
Legal and statutory reserves		12,000	12,000
Other reserves		3,963,629	644,049
Profit/(loss) for the year	3	5,328,769	3,319,580
NON-CURRENT LIABILITIES		--	2,094
Deferred tax liabilities	12.2	--	2,094
CURRENT LIABILITIES		13,008,778	24,579,989
Short-term provisions	11	14,380	922,093
Short-term borrowings	10	16,083	84,158
Amounts owed to credit institutions		16,083	15,057
Other financial liabilities		--	69,101
Short-term amounts owed to group companies and associates	10	--	7,272,446
Trade and other payables		12,978,315	16,301,292
Trade payables	10	7,705,331	9,024,888
Trade payables to group companies and associates	10	2,580,372	3,095,598
Other creditors	10	78,265	373,173
Accrued salaries and wages	10	611,147	962,271
Current tax liabilities	12	288,025	--
Other payables to public administrations	12	1,715,175	2,845,362
TOTAL EQUITY AND LIABILITIES		22,373,176	28,617,712

Scan Global Logistics Spain, S.L.U
Income statement for the year ended 31 December 2023
(Euros)

	Notes	2023	2022
Net turnover	13.1	81,556,526	121,799,138
Provision of services		81,556,526	121,799,138
Cost of sales	13.2	(66,883,065)	(107,174,609)
Work performed by other companies		(66,883,065)	(107,174,609)
Other operating income		992,294	471,088
Ancillary income and other operating income		992,075	467,932
Operating grants recognised in profit or loss for the year		219	3,156
Staff costs	13.3	(5,990,427)	(6,570,532)
Wages, salaries and related expenses		(4,813,487)	(5,590,990)
Social security contributions		(1,176,940)	(979,542)
Other operating charges		(2,343,353)	(3,505,949)
External Services	13.4	(2,197,645)	(2,557,223)
Taxes		(12,021)	(17,219)
Losses, impairment and changes in provisions for trade transactions	7.1	(107,698)	(924,705)
Current management expenses		(25,989)	(6,802)
Depreciation and amortisation	5 and 6	(219,163)	(175,478)
Impairment and gains/(losses) on disposal of non-current assets		(5,084)	(110)
Gains/(losses) on disposals and other items		(5,084)	(110)
Reversal of provisions	11	151,034	--
Other results		32,174	(23,051)
OPERATING PROFIT/(LOSS)		7,290,936	4,820,497
Financial income		64,672	--
From marketable securities and other financial instruments		64,672	--
From group companies and associates	15.1	16,555	--
From third-parties		48,117	--
Financial expenses		(198,803)	(457,551)
On amounts owed to group companies	15.1	(150,105)	(453,003)
On amounts owed to third parties		(48,698)	(4,548)
Exchange rate differences		(48,236)	65,598
NET FINANCIAL INCOME/(EXPENSE)		(182,367)	(391,953)
PROFIT/(LOSS) BEFORE TAX		7,108,569	4,428,544
Income tax expense	12.1	(1,779,800)	(1,108,964)
PROFIT/(LOSS) FOR THE YEAR FROM CONTINUING OPERATIONS		5,328,769	3,319,580
PROFIT/(LOSS) FOR THE YEAR	3	5,328,769	3,319,580

Scan Global Logistics Spain, S.L.U
Statement of changes in equity for the year ended 31 December 2023
(Euros)

A) Statement of recognised income and expense for the year ended 31 December 2023

	Notes	2023	2022
Profit or loss for the year	3	5,328,769	3,319,580
Total income and expense recognised directly in equity		--	--
Total transfers to the income statement		--	--
TOTAL RECOGNISED INCOME AND EXPENSES		5,328,769	3,319,580

Scan Global Logistics Spain, S.L.U.
Statement of changes in equity for the year ended 31 December 2023
(Euros)

B) Total Statement of Changes in Equity for the year ended 31 December 2023

	Subscribed share capital (Note 9.1)	Reserves (Note 9.2)	Profit/(loss) for the year (Note 3)	TOTAL
OPENING BALANCE AT THE BEGINNING OF 2022	60,000	299,182	47,326	406,508
Total recognised income and expenses	--	--	3,319,580	3,319,580
Equity transactions and changes				
Appropriation of profit	--	47,326	(47,326)	--
Additions arising from a merger	--	309,541	--	309,541
CLOSING BALANCE AT THE END OF 2022	60,000	656,049	3,319,580	4,035,629
Total recognised income and expenses	--	--	5,328,769	5,328,769
Equity transactions and changes				
Appropriation of profit	--	3,319,580	(3,319,580)	--
Additions arising from a merger	--	--	--	--
CLOSING BALANCE AT THE END OF 2023	60,000	3,975,629	5,328,769	9,364,398

Scan Global Logistics Spain, S.L.U
Cash Flow Statement for the year ended 31 December 2023
(Euros)

	Notes	2023	2022
CASH FLOW FROM OPERATING ACTIVITIES			
Profit/(loss) before tax		7,108,569	3,362,200
Adjustments to profit		(510,770)	1,517,453
Depreciation and amortisation	5 and 6	219,163	175,478
Change in provisions		(907,216)	924,705
Gains/(losses) on disposals and retirements of non-current assets		(5,084)	(110)
Financial income	16.5	(64,672)	--
Financial expenses		198,803	457,551
Exchange rate differences		48,236	(65,598)
Other income and expenses		--	25,427
Changes in working capital		6,527,147	(7,633,199)
Trade and other receivables		9,544,759	(20,395,550)
Other current assets		(552,025)	(28,597)
Trade and other payables		(2,374,763)	12,170,587
Other current liabilities		(68,075)	81,229
Other non-current assets and liabilities		(22,749)	539,132
Other cash flows from operating activities		(1,370,370)	(457,551)
Interest paid		(198,803)	(457,551)
Interest received		64,672	--
Income tax receipts (payments)		(1,236,239)	--
Cash flow from operating activities		11,754,576	(3,211,097)
CASH FLOW FROM INVESTING ACTIVITIES			
Payments for investments		(4,313,767)	(516,440)
Group companies and associates	7	(4,218,518)	--
Property, plant and equipment	6	(95,249)	(516,440)
Proceeds from disposals of investments		10,793	517,860
Property, plant and equipment	6	10,793	4,270
Business Unit		--	513,590
Cash flow from investing activities		(4,302,974)	1,420
CASH FLOW FROM FINANCING ACTIVITIES			
Cash receipts and payments relating to financial liabilities		(7,272,446)	4,301,167
Issue			
Amounts owed to group companies and associates		--	4,301,167
Repayment and redemption of			
Amounts owed to group companies and associates		(7,272,446)	--
Cash flow from financing activities		(7,272,446)	4,301,167
EFFECT OF EXCHANGE RATE CHANGES		(48,236)	65,598
NET INCREASE IN CASH AND CASH EQUIVALENTS		130,920	1,157,088
Cash and cash equivalents at the beginning of the year		2,664,476	1,507,388
Cash and cash equivalents at the end of the year	9	2,795,396	2,664,476

Scan Global Logistics Spain, S.L.U.
Notes to the financial statements for the year ended 31 December 2023

1. COMPANY ACTIVITY

Scan Global Logistics Spain, S.L.U. was incorporated on 28 October 2016. Its registered office and place of business is located at Estrada Baños de Arteixo, Business Centre Marineda City, No. 43, P.A, 3a, Of. OL3.A1.2, ES-15008, La Coruña (A Coruña).

Its main activity is to offer and provide comprehensive supply chain management services for its customers, acting as an integrated logistics operator, managing and organising, by way of example and without limitation, international and domestic intermodal transport.

The Company is part of the group of companies headed by SGL International A/S (SGL Group – formerly SGL TransGroup International A/S) with registered office at Jernholmen 49, DK-2650, Hvidovre, Kastrup in Denmark, since 27 April 2021.

On 6 February 2023, a share purchase agreement was signed whereby the investment fund CVC Capital Partners Fund VII (CVC) agreed to acquire a majority stake in the Scan Global Logistics Group, with the investment group led by AEA (previous owners) remaining as a shareholder. This transaction was carried out to strengthen the SGL Group's strategy and growth plans. The acquisition was completed on 23 May 2023.

The Company's functional currency is the euro.

On 31 January 2022, the Sole Shareholder approved the merger by absorption of the companies of the Conmar Lines, S.L.U. Group and the business units of Freight Forwarder and FF (Agents) of Contenosa, S.A.U.

Such mergers are part of a reorganisation process of the Group to which the acquiring company and the target companies belong, the purpose of which is to restructure and rationalise the activities carried out by said Group.

All assets and liabilities of the target company (Conmar Lines S.L.U) and the absorbed business unit (from the spin-off of Contenosa, S.A.U.) were incorporated by the Acquiring Company at their book value on the date of the merger transactions, meaning that no assets were incorporated into the acquiring company at a value different from that at which they appeared in the target company or the spun-off company, and their value was detailed in the 2022 annual financial statements.

2. BASIS FOR PRESENTATION OF THE ANNUAL FINANCIAL STATEMENTS

The annual financial statements have been prepared in accordance with the financial reporting framework applicable to the Company, which is that established in the General Accounting Plan approved by Royal Decree 1514/2007, of 16 November, which since its publication has been subject to several amendments, the latest of which was Royal Decree 1/2021, of 12 January, and its implementing regulations, as well as with the rest of the commercial legislation in force.

The annual financial statements have been prepared by the Company's Directors for submission to the Sole Shareholder's Meeting for approval, and it is expected that they will be approved without any modifications.

The figures included in the annual financial statements are expressed in euros, unless otherwise indicated.

2.1 True and fair view

The annual financial statements have been prepared on the basis of the Company's subsidiary accounting records, applying the legal provisions in force in the field of accounting in order to give a true and fair view of the Company's net assets, financial position and results. The cash flow statement has been prepared in order to provide accurate information on the origin and use of the Company's cash and cash equivalents.

2.2 Comparison of information

In accordance with commercial legislation, for comparison purposes, each item in the balance sheet, income statement, statement of changes in equity and cash flow statement is presented with the figures for the previous year, in addition to those for the 2023 financial year. The notes to the financial statements also include quantitative information for the previous year, except where an accounting standard specifically states that this is not necessary.

2.3 Critical aspects of valuation and estimation of uncertainty

In preparing the Company's annual financial statements, the Directors have made estimates to determine the book value of some of the assets, liabilities, income and expenses and the breakdown of contingent liabilities. These estimates have been made on the basis of the best information available at the end of the financial year. However, given the uncertainty inherent in such estimates, future events may arise that require them to be modified in subsequent financial years, which would be done prospectively, where applicable.

The key assumptions about the future, as well as other relevant information about the estimation of uncertainty at the end of the financial year, which carry a significant risk of causing significant changes in the value of assets or liabilities in the coming financial year, are as follows:

Income recognition

Income is recognised when it is probable that the Company will receive the economic benefits or returns from the transaction and the amount of income and costs incurred or to be incurred can be reliably measured. This recognition implies that the Company recognises income as a logistics operator at the time of shipment of the goods in the case of exports, and income from import operations is recognised upon receipt of the goods; the corresponding estimates are made when the service has not been completed.

Recoverability of trade credits

The Company's management assesses the recoverability of accounts receivable and recognises the corresponding accounting provision if necessary.

Deferred tax assets

Deferred tax assets are recorded for all deductible temporary differences, unused tax losses and unused tax credits, for which it is probable that the Company will have future taxable profits that will allow these assets to be utilised. The Directors have to make significant estimates to determine the amount of deferred tax assets that can be recorded, taking into account the amounts and dates on which future tax profits will be obtained and the reversal period of taxable temporary differences.

The Company has recognised deferred tax assets as at 31 December 2023 amounting to €291,893 (€549,523 as at 31 December 2022) corresponding to deductible temporary differences and tax loss carryforwards (Note 12).

3. APPROPRIATION OF PROFIT

The proposed distribution of the profit/(loss) for the year 2023, formulated by the Directors and expected to be approved by the Sole Shareholder, is as follows:

(Euros)	2023
Distributable base	
Income statement balance (profit)	5,328,769
	5,328,769
Appropriation	
To Voluntary Reserves	5,328,769
	5,328,769

3.1 Restrictions on the distribution of dividend

The Company is required to allocate 10% of the profits for the financial year to the legal reserve until it reaches at least 20% of the share capital. This reserve, as long as it does not exceed the limit of 20% of the share capital, is not distributable to the Sole Shareholder (Note 9.2).

Once the requirements provided for by law or the articles of association have been met, dividends may only be distributed out of the profit for the financial year, or from freely distributable reserves, if the value of equity is not, or as a result of the distribution does not become, lower than the share capital. For these purposes, profits allocated directly to equity may not be distributed, either directly or indirectly. If there are losses from previous years that would cause the value of the Company's equity to be less than the share capital, the profit shall be used to offset those losses.

4. ACCOUNTING AND VALUATION POLICIES

The main accounting and valuation policies used by the Company in preparing these annual financial statements are as follows:

4.1 Intangible assets

Intangible assets are initially valued at cost, whether this is the acquisition price or the production cost. The cost of intangible assets acquired through business combinations is their fair value at the acquisition date.

After initial recognition, intangible assets are valued at cost less accumulated amortisation and, where applicable, the accumulated amount of any impairment losses recognised.

Intangible assets are amortised systematically on a straight-line basis over the estimated useful life of the assets and their residual value. The amortisation methods and periods applied are reviewed at each year-end and, if necessary, adjusted prospectively. At least at the end of the financial year, an assessment is made of whether there is any indication of impairment, in which case the recoverable values are estimated and the appropriate valuation adjustments are made.

Computer Software

This item includes the costs incurred in relation to computer software developed by the Company itself that meets the above conditions for capitalising development costs, as well as the costs of software acquired from third parties. Amortisation is calculated on a straight-line basis over the estimated useful life of 4 years.

The staff costs of the Company's own personnel who have worked on the development of the computer software are included as an additional cost of these, with a credit to the line item 'Work performed by the company for its own assets' on the income statement.

Repairs that do not represent an extension of the useful life and maintenance costs are charged to the income statement in the year in which they occur.

4.2 Property, plant and equipment

Property, plant and equipment is initially valued at its cost, whether this is the purchase price or the production cost.

After initial recognition, property, plant and equipment is valued at its cost, less accumulated depreciation and, where applicable, the accumulated amount of any impairment losses recorded.

The cost of assets acquired or produced after 1 January 2008 that require more than one year to be ready for use includes the financial expenses accrued before the asset is ready for use that meet the requirements for capitalisation.

The value of property, plant and equipment also includes the initial estimate of the present value of the obligations assumed arising from dismantling or removal and other obligations associated with the assets, such as rehabilitation costs, when these obligations give rise to the recognition of provisions.

Repairs that do not represent an extension of the useful life and maintenance costs are charged to the income statement in the year in which they occur.

Renovation, expansion or improvement costs that result in an increase in production capacity or an extension of the useful life of the assets are incorporated into the assets as an increase in their value, with the book value of the replaced items being written off, where applicable.

Costs related to major repairs of property, plant and equipment, regardless of whether the items affected are replaced or not, are identified as a component of the cost of the assets on the date on which it is added to the company's assets and are depreciated over the period until the next major repair.

Depreciation and amortisation of property, plant and equipment is calculated on a straight-line basis over their estimated useful lives from the moment they are available for use. The estimated useful lives of the various items of property, plant and equipment are as follows:

	Useful life
Technical installations and machinery	10 years
Furniture	10 years
Transportation equipment	6 years
Information processing equipment	4-5 years

At each year-end, the Company reviews the residual values, useful lives and methods of depreciation and amortisation for property, plant and equipment and, if necessary, adjusts them prospectively.

4.3 Impairment of non-financial assets

At least at the end of each financial year, the Company assesses whether there are any indications that any non-current asset or, where applicable, any cash-generating unit may be impaired and, if there are any indications, their recoverable values are estimated.

The recoverable value is the higher of fair value less costs to sell and value in use. When the book value exceeds the recoverable value, an impairment loss is recognised. Value in use is the present value of expected future cash flows, using risk-free market interest rates adjusted for the specific risks associated with the assets. For assets that do not generate cash flows that are largely independent of those from other assets or groups of assets, the recoverable value is determined for the cash-generating units to which those assets belong, cash-generating units being understood to be the smallest group of items that generate cash flows that are largely independent of those from other assets or groups of assets.

Impairment losses and their reversals are recognised on the income statement. Impairment losses are reversed when the circumstances that gave rise to them cease to exist, except for those relating to goodwill. The reversal of impairment is limited to the book value of the asset that would have been recognised if the corresponding impairment had not been previously recognised.

4.4 Leases

Contracts are classified as finance leases when their economic terms indicate that substantially all the risks and rewards incidental to ownership of the leased asset are transferred to the lessee. Otherwise, contracts are classified as operating leases.

Company as lessee

Operating lease payments are recognised as expenses on the income statement when they are incurred.

4.5 Financial assets

Classification and measurement

Upon initial recognition, the Company classifies all financial assets in one of the categories listed below, which determines the initial and subsequent measurement method applicable:

- Financial assets at fair value through profit or loss
- Financial assets at amortised cost
- Financial assets at fair value through equity
- Financial assets at cost

Financial assets at fair value through profit or loss

The Company classifies an asset in this category unless it should be classified in one of the other categories.

In any case, financial assets held for trading are included in this category. The Company considers that assets are held for trading when at least one of the following three circumstances applies:

- a) They are originated or acquired with the intention of selling them in the short term.
- b) At the time of initial recognition, it forms part of a portfolio of financial instruments identified and managed together for which there is evidence of recent actions to obtain short-term profit.
- c) It is a derivative financial instrument, provided that it is not a financial guarantee contract and has not been designated as a hedging instrument.

In addition to the above, the Company has the option, at the time of initial recognition, to irrevocably designate a financial asset as measured at fair value through profit or loss, which would otherwise have been included in another category (often referred to as the 'fair value option'). This option may be chosen if it eliminates or significantly reduces a measurement inconsistency or accounting asymmetry that would otherwise arise from the measurement of assets or liabilities on different bases.

Financial assets classified in this category are initially measured at fair value, which, unless there is evidence to the contrary, is assumed to be the transaction price, which is equivalent to the fair value of the consideration given. Directly attributable transaction costs are recognised on the income statement for the year (i.e. they are not capitalised).

Subsequent to initial recognition, the Company measures the financial assets included in this category at fair value through profit or loss (net financial income/(expense)).

Financial assets at amortised cost

The Company classifies a financial asset in this category, even when it is admitted to trading on a regulated market, if the following conditions are met:

- The Company holds the investment under a management model whose objective is to receive the cash flows derived from the execution of the contract.

Managing a portfolio of financial assets to obtain their contractual cash flows does not necessarily mean that all instruments must be held to maturity; financial assets may be considered to be managed for that purpose even if sales have occurred or are expected to occur in the future. To this end, the Company considers the frequency, amount and timing of sales in previous years, the reasons for those sales and expectations regarding future sales activity.

- The contractual characteristics of the financial asset give rise, on specified dates, to cash flows that are solely payments of principal and interest received on the outstanding principal amount. That is, the cash flows are inherent in an agreement that takes the form of an ordinary or common loan, regardless of whether the transaction is agreed at a zero or below-market interest rate.

This condition is assumed to be met in the case of a bond or simple loan with a fixed maturity date and for which the Company charges a variable market interest rate, which may be subject to a cap. Conversely, this condition is assumed not to be met in the case of instruments convertible into the issuer's equity instruments, loans with inverse variable interest rates (i.e., a rate that is inversely related to market interest rates) or those in which the issuer may defer interest payments if such payment would affect its solvency, without the deferred interest accruing additional interest.

In general, this category includes loans for commercial transactions ('commercial customers') and loans for non-commercial transactions ('other debtors').

Financial assets classified in this category are initially measured at fair value, which, unless there is evidence to the contrary, is assumed to be the transaction price, which is equivalent to the fair value of the consideration given, plus any directly attributable transaction costs. That is, the inherent transaction costs are capitalised.

However, loans for commercial transactions with a maturity of no more than one year and which do not have an explicit contractual interest rate, as well as loans to staff, dividends receivable and required payments on equity instruments, the amount of which is expected to be received in the short term, are measured at their nominal value when the effect of not discounting cash flows is not significant.

The amortised cost method is used for subsequent measurement. Accrued interest is recognised on the income statement (financial income) using the effective interest rate method.

Loans with a maturity of less than one year which, as explained above, are initially measured at their nominal value, will continue to be measured at that amount, unless they have been impaired.

In general, when the contractual cash flows of assets at amortised cost are modified due to the financial difficulties of the issuer, the Company analyses whether it is appropriate to recognise an impairment loss.

Financial assets at fair value through equity

This category includes financial assets that meet the following conditions:

- The financial instrument is not held for trading and is not classified at amortised cost.
- The contractual characteristics of the financial asset give rise, on specified dates, to cash flows that are solely payments of principal and interest received on the outstanding principal amount.

In addition, the Company has the option to classify (irrevocably) investments in equity instruments in this category, provided that they are not held for trading and are not to be measured at cost (see cost category below).

Assets included in this category are initially measured at fair value, which, unless there is evidence to the contrary, is assumed to be the transaction price, which is equivalent to the fair value of the consideration given, plus any directly attributable transaction costs. That is, the inherent transaction costs are capitalised.

Subsequent measurement is at fair value, without deducting any transaction costs that may be incurred on disposal. Changes in fair value are recognised directly in equity until the financial asset is derecognised or impaired, at which point the amount recognised is transferred to the income statement.

Impairment losses and gains and losses resulting from exchange differences on monetary financial assets in foreign currency are recognised in the income statement and not in equity.

Interest, calculated using the effective interest rate method, and accrued dividends (financial income) are also recognised in the income statement.

Financial assets at cost

The Company includes in this category, in all cases:

- a) Investments in the equity of group companies and associates (in the separate financial statements).
- b) The remaining investments in equity instruments whose fair value cannot be determined by reference to a quoted price in an active market for an identical instrument, or cannot be reliably measured, and the derivatives whose underlying assets are such investments.
- c) Hybrid financial assets whose fair value cannot be reliably estimated, unless the requirements for accounting at amortised cost are met.
- d) Contributions made as a result of a participation account agreement and similar arrangements.
- e) Participating loans whose interest is contingent, either because a fixed or variable interest rate is agreed subject to the achievement of a milestone by the borrowing company (for example, the generation of profit), or because it is calculated solely by reference to the performance of that company's activities.
- f) Any other financial asset that should initially be classified in the fair value portfolio with changes on the income statement when it is not possible to obtain a reliable estimate of its fair value.

Investments included in this category are initially measured at cost, which is equivalent to the fair value of the consideration given plus any directly attributable transaction costs. That is, the inherent transaction costs are capitalised.

In the case of investments in group companies, if there was an investment prior to its classification as a group company, joint venture or associate, the cost of that investment shall be considered to be the book value that it should have had immediately before the company was given that classification.

Subsequent measurement is also at cost, less, where applicable, the cumulative amount of impairment losses.

Contributions made as a result of a participation account agreement and similar arrangements are valued at cost, increased or decreased by the profit or loss, respectively, corresponding to the company as a non-managing participant, and less, where applicable, the accumulated amount of impairment losses.

The same criterion is applied to participating loans whose interest is contingent, either because a fixed or variable interest rate is agreed upon conditional upon the achievement of a milestone by the borrowing company (for example, the generation of profit), or because it is calculated solely by reference to the performance of that company's activities. If, in addition to contingent interest, an irrevocable fixed interest rate is agreed, the latter is recognised as financial income on an accrual basis. Transaction costs are charged to the income statement on a straight-line basis over the life of the participating loan.

Derecognition of financial assets

The Company derecognises a financial asset when:

- The contractual rights to the cash flows from the asset expire. In this regard, financial assets are derecognised when they have matured and the Company has received the corresponding amount.
- The contractual rights to the cash flows from the financial asset have been transferred. In this case, the financial asset is derecognised when the risks and rewards of ownership have been substantially transferred. In particular, in sale and repurchase agreements, factoring and securitisation transactions, the assets are derecognised once the Company's exposure, before and after the transfer, to changes in the amounts and timing of the net cash flows from the transferred asset has been compared and it is concluded that the risks and rewards have been transferred.

After analysing the risks and rewards, the Company derecognises the financial assets in accordance with the following situations:

- a) The risks and rewards inherent in ownership of the assets have been substantially transferred. The transferred asset is derecognised from the balance sheet and the Company recognises the result of the transaction: the difference between the consideration received net of attributable transaction costs (considering any new assets obtained less any liabilities assumed) and the carrying amount of the financial asset, plus any accumulated amount that has been recognised directly in equity.
- b) The risks and rewards incidental to ownership of the assets have been substantially retained by the Company. The financial asset is not derecognised and a financial liability is recognised for the same amount as the consideration received.
- c) The risks and rewards incidental to ownership of the assets have not been substantially transferred or retained. In this case, there are two possible situations:
 - o Control is transferred (the transferee has the practical ability to retransfer the assets to a third party): the assets are derecognised from the balance sheet.
 - o Control is not transferred (the transferee does not have the practical ability to retransfer the assets to a third party): the Company continues to recognise the assets for the amount to which it is exposed to changes in the value of the transferred assets, i.e. for its continued involvement, and must recognise an associated liability.

Impairment of financial assets

Debt instruments at amortised cost or fair value through equity

At least at the end of the financial year, the Company analyses whether there is objective evidence that the value of a financial asset, or a group of financial assets with similar risk characteristics measured collectively, has been impaired as a result of one or more events that have occurred after its initial recognition and that cause a reduction or delay in estimated future cash flows, which may be due to the insolvency of the debtor.

If such evidence exists, the impairment loss is calculated as the difference between the carrying amount and the present value of future cash flows, including, where applicable, those arising from the enforcement of collateral and personal guarantees, which are estimated to be generated, discounted at the effective interest rate calculated at the time of initial recognition. For financial assets at variable interest rates, the effective interest rate corresponding to the closing date of the annual financial statements is used in accordance with the contractual terms. In calculating impairment losses on a group of financial assets, the Company uses models based on statistical formulas or methods.

Impairment losses, as well as their reversal when the amount of such loss decreases due to reasons related to a subsequent event, are recognised as an expense or income, respectively, on the income statement. The reversal of impairment is limited to the carrying amount of the asset that would be recognised on the date of reversal if the impairment had not been recorded.

As a substitute for the present value of future cash flows, the Company uses the market value of the instrument, provided that it is sufficiently reliable to be considered representative of the value that the company could recover.

In the case of assets at fair value through equity, accumulated losses recognised in equity due to a decrease in fair value, provided there is objective evidence of impairment of the asset, are recognised on the income statement.

Equity instruments at fair value through equity

For this type of investment, the Company considers that the instrument is impaired when its quoted price has declined for a period of one and a half years or by forty per cent without its value having recovered, without prejudice to the possibility that an impairment loss may need to be recognised before that period has elapsed or before the quoted price has fallen by the aforementioned percentage.

Impairment losses are recognised as an expense on the income statement.

If the fair value increases, the valuation adjustment recognised in previous years is not reversed with a credit to the income statement, and the increase in fair value is recorded directly against equity.

Financial assets at cost

In this case, the amount of the value adjustment is the difference between its book value and the recoverable value, understood as the greater of its fair value less costs to sell and the present value of future cash flows derived from the investment, which in the case of equity instruments are calculated either by estimating those expected to be received as a result of the distribution of dividends by the investee company and the disposal or derecognition of the investment in it, or by estimating its share of the cash flows expected to be generated by the investee company, arising from both its ordinary activities and its disposal or derecognition. Unless there is better evidence of the recoverable value of investments in equity instruments, the estimate of the impairment loss on this type of asset is calculated based on the equity of the investee and the unrealised gains existing at the valuation date, net of the tax effect.

The recognition of impairment losses and, where applicable, their reversal, are recorded as an expense or income, respectively, on the income statement. The reversal of impairment is limited to the carrying amount of the investment that would have been recognised on the date of reversal if the impairment had not been recorded.

Interest and dividends received from financial assets

Interest and dividends from financial assets accrued after the acquisition date are recognised as income on the income statement. Interest is recognised using the effective interest rate method and dividends are recognised when the right to receive them is declared.

If the dividends distributed unequivocally come from profits generated prior to the acquisition date because amounts greater than the profits generated by the investee since the acquisition have been distributed, they will not be recognised as income and will reduce the book value of the investment. The judgement as to whether profits have been generated by the investee shall be made exclusively on the basis of the profits recorded in the individual income statement since the acquisition date, unless it is clear that the distribution charged to those profits should be classified as a recovery of the investment from the perspective of the entity receiving the dividend.

4.6 Financial liabilities

Classification and measurement

Upon initial recognition, the Company classifies all financial liabilities in one of the categories listed below:

- Financial liabilities at amortised cost
- Financial liabilities at fair value through profit or loss

Financial liabilities at amortised cost

The Company classifies all financial liabilities in this category except when they must be measured at fair value through profit or loss.

In general, this category includes trade payables ('trade payables') and non-trade payables ('other creditors').

Participating loans that have the characteristics of an ordinary or common loan are also included in this category, regardless of whether the transaction is agreed at a zero or below-market interest rate.

Financial liabilities included in this category are initially measured at fair value, which, unless there is evidence to the contrary, is considered to be the transaction price, equivalent to the fair value of the consideration received adjusted for transaction costs directly attributable to them. That is, the inherent transaction costs are capitalised.

However, trade payables with a maturity of no more than one year and no contractual interest rate, as well as disbursements required by third parties on equity investments, the amount of which is expected to be paid in the short term, are measured at their nominal value when the effect of not discounting the cash flows is not significant.

The amortised cost method is used for subsequent measurement. Accrued interest is recognised on the income statement (financial expenses) using the effective interest rate method.

However, debts with a maturity of no more than one year which, in accordance with the above, are initially measured at their nominal value, will continue to be measured at that amount.

Contributions received as a result of a participation account agreement and similar arrangements are measured at cost, increased or decreased by the profit or loss, respectively, attributable to non-managing participants.

The same criterion is applied to participating loans whose interest is contingent, either because a fixed or variable interest rate is agreed upon conditional upon the achievement of a milestone by the borrowing company (for example, the generation of profit), or because it is calculated solely by reference to the performance of that company's activities. Financial expenses are recognised on the income statement on an accrual basis, and transaction costs are charged to the income statement on a financial basis or, if this is not applicable, on a straight-line basis over the life of the participating loan.

Financial liabilities at fair value through profit or loss

The Company includes in this category financial liabilities that meet any of the following conditions:

- They are liabilities held for trading. A financial liability is considered to be held for trading when it meets one of the following conditions:
 - o It is issued or assumed principally for the purpose of repurchasing it in the short term (e.g. bonds and other listed marketable securities that the company may purchase in the short term depending on changes in value).
 - o It is an obligation of a short seller to deliver financial assets that have been borrowed ("short selling").
 - o It forms part at the time of initial recognition of a portfolio of financial instruments identified and managed together for which there is evidence of recent actions to obtain short-term profits.
 - o It is a derivative financial instrument, provided that it is not a financial guarantee contract and has not been designated as a hedging instrument.
- From initial recognition, it has been irrevocably designated to be accounted for at fair value through profit or loss ('fair value option') because:
 - o An inconsistency or 'accounting asymmetry' with other instruments at fair value through profit or loss is eliminated or significantly reduced; or
 - o A group of financial liabilities or assets and liabilities that is managed and its performance is evaluated on the basis of its fair value in accordance with a documented risk management or investment strategy, and information on the group is also provided on the basis of fair value to key management personnel.
- Optionally and irrevocably, hybrid financial liabilities with a separable embedded derivative may be included in their entirety in this category.

Financial liabilities included in this category are initially measured at their fair value, which, unless there is evidence to the contrary, is assumed to be the transaction price, which is equivalent to the fair value of the consideration received. Transaction costs directly attributable to them are recognised directly in the income statement for the year.

After initial recognition, the company measures financial liabilities in this category at fair value through profit or loss.

Derecognition of financial liabilities

The Company derecognises a previously recognised financial liability when any of the following circumstances occur:

- The obligation has been extinguished either because payment has been made to the creditor to settle the liability (through cash payments or other goods or services), or because the debtor has been legally released from any responsibility in respect of the liability.
- Own financial liabilities are acquired, even where there is an intention to reissue them in the future.
- An exchange of debt instruments between a lender and a borrower takes place, provided that the terms are substantially different, and the new financial liability arising is recognised; similarly, a substantial modification of the current terms of a financial liability is recorded, as indicated for debt restructurings.

The derecognition of a financial liability is accounted for as follows: the difference between the carrying amount of the financial liability (or the part of it that has been derecognised) and the consideration paid, including attributable transaction costs, and which must also include any assets transferred other than cash or liabilities assumed, is recognised on the income statement for the year in which it occurs.

Debt restructuring

In certain cases, the Company restructures its debt commitments with its creditors. For example: extending the principal repayment term in exchange for a higher interest rate, not paying and adding the interest to a single bullet payment of principal and interest at the end of the debt's life, etc. There are several ways in which these changes in the terms of a debt can be carried out:

- Immediate payment of the nominal amount (before maturity) followed by refinancing of all or part of the nominal amount through new debt ('debt exchange').
- Modification of the terms of the debt contract before its maturity ('debt modification').

In these cases of 'debt exchange' or 'debt modification' with the same creditor, the Company analyses whether there has been a substantial change in the terms of the original debt. If there has been a substantial change, the accounting treatment is as follows:

- the book value of the original financial liability (or its corresponding part) is derecognised from the balance sheet;
- the new financial liability is initially recognised at its fair value;
- the transaction costs are recognised on the income statement;

- the difference between the carrying amount of the original financial liability (or the portion thereof that has been derecognised) and the fair value of the new liability is also recognised on the income statement.

However, when, after analysis, the Company concludes that the two debts do not have substantially different terms (they are, in essence, the same debt), the accounting treatment is as follows:

- the original financial liability is not derecognised from the balance sheet (i.e. it remains on the balance sheet);
- the fees paid in the restructuring transaction are recorded as an adjustment to the book value of the debt;
- a new effective interest rate is calculated from the restructuring date. The amortised cost of the financial liability is determined by applying the effective interest rate, which is the rate that equates the carrying amount of the financial liability at the modification date with the cash flows payable under the new terms.

The terms of the contracts shall be considered substantially different, among other cases, when the present value of the cash flows of the new contract, including any fees paid, net of any fees received, differs by at least ten per cent from the present value of the remaining cash flows of the original contract, both amounts being discounted at the effective interest rate of the latter.

Certain changes in the determination of cash flows may not exceed this quantitative analysis, but may also give rise to a substantial modification of the liability, such as: a change from a fixed to a variable interest rate in the remuneration of the liability, the restatement of the liability to a different currency, a fixed-rate loan that becomes a participating loan, among other cases.

4.7 Fair value

Fair value is the price that would be received for the sale of assets or paid to transfer or settle a liability in an orderly transaction between market participants at the measurement date. Fair value shall be determined without making any deduction for transaction costs that may be incurred as a result of disposal or other means. Under no circumstances shall fair value be the result of a forced or urgent transaction or as a consequence of an involuntary liquidation.

Fair value is estimated for a specific date and, since market conditions may change over time, that value may be inappropriate for another date. In addition, when estimating fair value, the company takes into account the conditions of the assets or liabilities that market participants would consider when setting the price of the assets or liabilities on the valuation date.

In general, fair value is calculated by reference to a reliable market value. For items for which there is an active market, fair value is obtained, where appropriate, by applying valuation models and techniques. Valuation models and techniques include the use of references to recent transactions between independent and well-informed parties, if available, as well as references to the fair value of other assets that are substantially the same, methods of discounting estimated future cash flows and models generally used to value options.

In any case, the valuation techniques used are consistent with the methodologies accepted and used by the market for pricing, using, if available, the one that has been shown to obtain the most realistic price estimates. They also take into account the use of observable market data and other factors that market participants would consider when setting the price, limiting as far as possible the use of subjective considerations and non-observable or unverifiable data.

The Company periodically assesses the effectiveness of the valuation techniques it uses, using as a reference the observable prices of recent transactions in the same assets being valued or using prices based on observable market data or indices that are available and applicable.

In this way, a hierarchy is deduced from the variables used in determining fair value, and a fair value hierarchy is established that allows estimates to be classified into three levels:

- Level 1: estimates that use unadjusted quoted prices in active markets for identical assets or liabilities that are readily available to the company on the valuation date.
- Level 2: estimates using quoted prices in active markets for similar instruments or other valuation methodologies in which all significant variables are based on directly or indirectly observable market data.
- Level 3: estimates in which some significant variable is not based on observable market data.

A fair value estimate is classified at the same level in the fair value hierarchy as the lowest-level variable that is significant to the outcome of the measurement. For these purposes, a significant variable is one that has a decisive influence on the outcome of the estimate. In assessing the significance of a particular variable for the estimate, the specific conditions of the assets or liabilities being measured are taken into account.

4.8 Cash and cash equivalents

This line item includes cash on hand, bank current accounts and temporary deposits and acquisitions of assets that meet all of the following requirements:

- They are convertible into cash.
- At the time of acquisition, their maturity was not more than three months.
- They are not subject to significant risk of change in value.
- They form part of the Company's normal cash management policy.

For the purposes of the cash flow statement, occasional overdrafts that form part of the Company's cash management are included as cash and cash equivalents.

4.9 Provisions and contingencies

Liabilities whose amount or date of settlement is uncertain are recognised in the balance sheet as provisions when the Company has a present obligation (whether due to a legal or contractual provision or an implicit or tacit obligation) arising from past events, which is estimated to be probable that it will involve an outflow of resources for its settlement and which is quantifiable.

Provisions are measured at the present value of the best estimate of the amount required to settle or transfer the obligation to a third party, with any adjustments arising from the revaluation of the provision being recorded as financial expenses as they accrue. In the case of provisions with a maturity of less than or equal to one year, and where the financial effect is not significant, no discount is applied. Provisions are reviewed at the balance sheet date and adjusted to reflect the best current estimate of the corresponding liability at that time.

Compensation to be received from a third party when the provisions are settled is recognised as an asset, without reducing the amount of the provision, provided that there is no doubt that such reimbursement will be received and without exceeding the amount of the recorded obligation. Where there is a legal or contractual arrangement for the externalisation of risk, under which the Company is not obliged to bear that risk, the amount of such compensation is deducted from the amount of the provision.

On the other hand, contingent liabilities are considered to be those possible obligations arising as a result of past events, the materialisation of which is conditional on future events that are not entirely under the Company's control, and those present obligations arising as a result of past events for which it is not probable that there will be an outflow of resources for their settlement or which cannot be measured with sufficient reliability. These liabilities are not recorded in the accounts, but are detailed in the notes to the financial statements, except when the outflow of resources is remote.

4.10 Income tax

The income tax expense for the year is calculated by adding the current tax, which is the result of applying the corresponding tax rate to the tax base for the year less any allowances and deductions, and the changes during the year in deferred tax assets and deferred tax liabilities recognised. It is recognised in the income statement, except when it corresponds to transactions that are recorded directly in equity, in which case the corresponding tax is also recorded in equity, and in the initial accounting for business combinations, where it is recorded as other assets of the acquired business.

Deferred taxes are recognised for temporary differences existing at the balance sheet date between the tax base of assets and liabilities and their book values. The tax base of an asset is considered to be the amount attributed to it for tax purposes.

The tax effect of temporary differences is included in the corresponding line items of 'Deferred tax assets' and 'Deferred tax liabilities' in the balance sheet.

The Company recognises deferred tax liabilities for all taxable temporary differences, except, where applicable, for the exceptions provided for in current regulations.

The Company recognises deferred tax assets for all deductible temporary differences, unused tax credits and unused tax losses carried forward, to the extent that it is probable that the Company will have future taxable profits against which these assets can be utilised, except, where applicable, for the exceptions provided for in the applicable regulations.

At the end of each financial year, the Company assesses the deferred tax assets recognised and those that have not been previously recognised. Based on this assessment, the Company derecognises a previously recognised asset if its recovery is no longer considered probable, or recognises any deferred tax asset not previously recognised, provided that it is probable that the Company will have future taxable profits against which it can be utilised.

Deferred tax assets and deferred tax liabilities are measured at the tax rates expected at the time of their reversal, in accordance with current regulations and in accordance with the manner in which the deferred tax asset or deferred tax liability is reasonably expected to be recovered or paid.

Deferred tax assets and liabilities are not discounted and are classified as non-current assets and liabilities, regardless of the expected date of realisation or settlement.

4.11 Classification of assets and liabilities as current or non-current

Assets and liabilities are presented in the balance sheet classified as current or non-current. For these purposes, assets and liabilities are classified as current when they are related to the Company's normal operating cycle and are expected to be sold, consumed, realised or settled in the course of that cycle; when they are not included in the foregoing categories and their maturity, disposal or realisation is expected to occur within a maximum period of one year; when they are held for trading purposes; or when they consist of cash and cash equivalents whose use is not restricted for a period exceeding one year.

Otherwise, they are classified as non-current assets and liabilities.

The normal operating cycle is less than one year for all activities.

4.12 Income and expenses

In accordance with the accrual principle, the Company recognises revenue from the ordinary course of its activities when control of the goods or services promised to customers is transferred, irrespective of the date of collection or payment.

The income obtained by the Company mainly corresponds to the rendering of logistics services.

For the accounting recognition of revenue, the Company follows a process consisting of the following successive stages:

- a) Identify the contract (or contracts) with the customer or user, understood as an agreement between two or more parties that creates enforceable rights and obligations for them.
- b) Identify the obligation or obligations to be fulfilled in the contract, representing the commitments to transfer goods or provide services to a customer or user.
- c) Determine the transaction price, or contract consideration, to which the Company expects to be entitled in exchange for the transfer of goods or the rendering of services committed to the customer or user.
- d) Allocate the transaction price to the obligations to be fulfilled, which shall be done on the basis of the individual selling prices of each distinct good or service committed to in the contract, or, where appropriate, following an estimate of the selling price when it is not independently observable.
- e) Recognise income from ordinary activities when the Company fulfils a committed obligation by transferring an asset or providing a service; fulfilment occurs when the customer obtains control of that asset or service, so that the amount of income from ordinary activities recognised will be the amount allocated to the contractual obligation fulfilled.

4.12.1 Recognition

The company recognises income from a contract when control over the goods or services committed (i.e. the obligation(s) to be fulfilled) is transferred to the customer.

For each obligation to be fulfilled that is identified, the company determines at the beginning of the contract whether the commitment assumed is fulfilled over time or at a specific point in time.

Income from commitments that are fulfilled over time is recognised based on the degree of progress or advancement towards complete fulfilment of the contractual obligations, provided that the company has reliable information to measure the degree of progress.

In the case of contractual obligations that are fulfilled at a specific point in time, the income derived from their execution is recognised on that date. The costs incurred in the production or manufacture of the product are accounted for as inventory.

4.12.2 Indicators of fulfilment of the obligation at a point in time

To identify the specific moment when the customer obtains control of the assets, the company considers the following indicators:

- a) The customer assumes the significant risks and rewards of ownership of the assets.
- b) The company transfers physical possession of the assets.
- c) The customer receives the assets in accordance with the contractual specifications.
- d) The company has a right to payment for transferring the assets.
- e) The customer has ownership of the assets.

4.12.3 Measurement

Ordinary income from the sale of goods and the rendering of services is measured at the monetary amount or, where applicable, at the fair value of the consideration received or expected to be received. The consideration is the agreed price for the assets to be transferred to the customer, less: the amount of any discount, price reduction or other similar items that the company may grant, as well as interest incorporated into the nominal value of the credits.

4.12.4 Judgements applied in the recognition of income

The main judgements applied by the Company in relation to its income correspond to the determination of the moment at which to recognise income:

- Income is recognised when it is probable that the Company will receive the economic benefits or returns derived from the transaction and the amount of income and costs incurred or to be incurred can be reliably measured. This recognition implies that the Company recognises income as a logistics operator at the time of shipment of the goods in the case of exports, and income from import operations is recognised upon receipt of the goods; the corresponding estimates are made when the service has not been completed. The directors consider that the effect of recognising income as a logistics operator on a percentage of completion basis would not be meaningful.

There are no other relevant judgements in relation to the identification of performance obligations, price or related costs to obtain a contract.

4.13 Foreign currency transactions

The Company's functional and presentation currency is the euro.

Foreign currency transactions are translated at the spot exchange rate prevailing on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the spot exchange rate prevailing on the balance sheet date. Exchange differences, both positive and negative, arising from this process, as well as those arising from the settlement of these assets, are recognised on the income statement for the year in which they arise.

Non-monetary items measured at historical cost are valued using the exchange rate on the date of the transaction. Non-monetary items measured at fair value are translated using the exchange rate at the date on which that fair value is determined.

Exchange differences are recorded on the income statement, unless the change in the value of the non-monetary item is recorded in equity, in which case the corresponding exchange differences are also recorded in equity.

4.14 Environmental assets

Expenditure relating to decontamination and restoration of contaminated sites, waste disposal and other costs arising from compliance with environmental legislation is recognised as an expense in the year in which it is incurred, unless it relates to the purchase cost of items that are incorporated into the Company's assets for long-term use, in which case it is recognised in the relevant line items under "Property, plant and equipment" and depreciated using the same criteria.

4.15 Related-party transactions

Related-party transactions are accounted for in accordance with the valuation rules detailed above, except for the following transactions:

- Non-cash contributions from a business to a group company are generally valued at the book value of the assets transferred in the annual financial statements on the date of the transaction.
- In business merger and demerger transactions, the acquired items are generally measured at the amounts attributed to them in the annual financial statements once the transaction has been completed. Any differences arising are recorded in reserves.

The prices of related-party transactions are adequately supported; accordingly, the Company's Directors consider that there are no risks that could give rise to significant tax liabilities.

5. INTANGIBLE ASSETS

The details and movements of the various items comprising intangible assets are as follows:

(Euros)	Opening balance	Additions arising from a merger	Additions and charges	Closing balance
Financial Year 2023				
<u>Cost</u>				
Computer software	266,707	--	--	266,707
	266,707	--	--	266,707
<u>Accumulated amortisation</u>				
Computer software	(132,623)	--	(88,013)	(220,636)
	(132,623)	--	(88,013)	(220,636)
Net book value	134,084			46,071
Financial year 2022				
<u>Cost</u>				
Computer software	--	266,707	--	266,707
	--	266,707	--	266,707
<u>Accumulated amortisation</u>				
Computer software	--	(44,610)	(88,013)	(132,623)
	--	(44,610)	(88,013)	(132,623)
Net book value	--			134,084

5.1 Description of the main movements

No significant additions to intangible assets were recognised during the 2023 financial year.

The only movements in the 2022 financial year corresponded to additions arising from a merger of the business unit of Contenosa, S.A.U., specifically the accounting management computer software application.

6. PROPERTY, PLANT AND EQUIPMENT

The details and movements of the various items comprising property, plant and equipment are as follows:

(Euros)	Opening balance	Additions arising from a merger	Additions and charges	Disposals	Transfers	Closing balance
Financial Year 2023						
<u>Cost</u>						
Technical installations and machinery	317,918	--	26,029	(2,695)	258,283	599,535
Furniture	131,446	--	14,856	(4,254)	--	142,048
Information processing equipment	268,987	--	54,364	(13,619)	--	309,732
Transportation equipment	103,125	--	--	--	--	103,125
Assets under construction	258,283	--	--	--	(258,283)	--
	1,079,759	--	95,249	(20,568)	--	1,154,440
<u>Accumulated amortisation</u>						
Technical installations and machinery	(54,098)	--	(53,743)	1,327	--	(106,514)
Furniture	(41,828)	--	(14,536)	2,094	--	(54,270)
Information processing equipment	(109,268)	--	(54,986)	11,438	--	(152,816)
Transportation equipment	(79,890)	--	(7,885)	--	--	(87,775)
	(285,084)	--	(131,150)	14,859	--	(401,375)
Net book value	794,675					753,065
Financial year 2022						
<u>Cost</u>						
Technical installations and machinery	183,817	37,539	679	(4,460)	100,343	317,918
Furniture	74,872	51,013	5,561	--	--	131,446
Information processing equipment	32,092	86,544	150,351	--	--	268,987
Transportation equipment	--	101,625	1,500	--	--	103,125
Assets under construction	--	--	358,626	--	(100,343)	258,283
	290,781	276,721	516,717	(4,460)	--	1,079,759
<u>Accumulated amortisation</u>						
Technical installations and machinery	(15,138)	(10,609)	(28,374)	23	--	(54,098)
Furniture	(7,402)	(20,802)	(13,624)	--	--	(41,828)
Information processing equipment	(13,730)	(64,708)	(30,830)	--	--	(109,268)
Transportation equipment	--	(65,253)	(14,637)	--	--	(79,890)
	(36,270)	(161,372)	(87,465)	23	--	(285,084)
Net book value	254,511					794,675

6.1 Description of the main movements

Additions in the 2023 financial year mainly relate to the acquisition of new IT equipment for the Company's employees. Transfers in the 2023 financial year relate to technical installations at the Company's offices in Barcelona and Valencia. Transfers in the 2022 financial year correspond to technical installations in the Madrid, Valencia and A Coruña offices.

Additions in the 2022 financial year mainly correspond to additions arising from a merger of the business branch of Contenosa, S.A.U (mainly transport equipment) and the company Conmar Lines, S.L. U (mainly information processing equipment) as well as additions corresponding to the Company's normal activity, mainly relating to new computer equipment for new employees and technical installations being assembled to improve the offices in Madrid, Valencia and A Coruña.

Disposals at 31 December 2023 and 2022 are not significant.

6.2 Impairment losses

No impairment losses were recognised in 2023 and 2022.

6.3 Operating leases

The Company leases its head office in La Coruña, with a commitment to remain there until December 2022. The company also has offices in Barcelona (where it has extended its commitment to remain until 2031), Madrid, Valencia, Navarra and Alicante. In 2023, the Company opened a new office in Algeciras.

The expenses for these contracts amounted to €254,684 in 2023 (€244,664 in 2022).

The minimum future lease payments, non-cancellable as at 31 December 2023 and 31 December 2022, are as follows:

(Euros)	2023	2022
Up to one year	290,565	129,739
Between one and five years	832,844	105,628
Five years or more	373,725	--
	1,497,134	235,367

In 2023, the company took over a lease agreement for the Barcelona offices of the group company Contenosa, S.A.U., formalising the agreement and extending its mandatory compliance until 2031.

6.4 Other information

As at 31 December 2023 and 2022, the Company had no property, plant and equipment acquired from group companies.

As at 31 December 2023 and 2022, there were no significant tangible assets subject to ownership restrictions or pledged as collateral for liabilities.

As at 31 December 2023 and 2022, the Company had no non-operating assets included in its property, plant and equipment, nor were there any firm commitments to acquire property, plant and equipment.

The Company's policy is to take out insurance policies to cover the possible risks to which the various items of its property, plant and equipment are subject. As at 31 December 2023 and 2022, the Company's directors considered that the insured capital sufficiently covered the potential risks of loss on its property, plant and equipment.

The breakdown of fully depreciated property, plant and equipment still in use as at 31 December are as follows:

	2023	2022
Other facilities and other property, plant and equipment	44,369	564
Information processing equipment	65,151	61,732
Total	109,520	62,296

As at 31 December 2023 and 2022, the Company had no investments in property, plant and equipment located abroad.

7. FINANCIAL ASSETS

The composition of financial assets as at 31 December is as follows:

(Euros)	Loans and receivables, derivatives and other		Total	
	2023	2022	2023	2022
Long-term financial assets				
Financial assets at amortised cost	52,191	29,442	52,191	29,442
	52,191	29,442	52,191	29,442
Short-term financial assets				
Financial assets at amortised cost	17,845,873	24,383,275	17,845,873	24,383,275
	17,845,873	24,383,275	17,845,873	24,383,275
	17,898,064	24,412,717	17,898,064	24,412,717

These amounts are included in the following balance sheet items:

(Euros)	2023	2022
Long-term financial assets		
Deposits paid and advance payments	52,191	29,442
	52,191	29,442
Short-term financial assets		
Trade and other receivables	12,499,159	21,933,888
Trade receivables – group companies and associates (Note 15.1)	1,128,196	2,449,387
Current account with group companies and associates (Note 15.1)	4,218,518	--
	17,845,873	24,383,275
	17,898,064	24,412,717

7.1 Financial assets at amortised cost

The breakdown of the financial assets classified under this category are as follows:

(Euros)	2023	2022
Long-term financial assets		
Deposits paid and advance payments	52,191	29,442
	52,191	29,442
Short-term financial assets		
Trade and other receivables	12,499,159	21,933,888
Trade receivables – group companies and associates (Note 15.1)	1,128,196	2,449,387
Current account with group companies and associates (Note 15.1)	4,218,518	--
	17,845,873	24,383,275
	17,898,064	24,412,717

Deposits paid and advance payments

Deposits and guarantees mainly relate to guarantees provided in respect of the Company's offices located throughout Spain.

Trade and other receivables

The composition of this line item as at 31 December is as follows:

(Euros)	2023	2022
Trade receivables from sales and services	10,112,991	18,745,026
Trade receivables from group companies and associates (Note 15.1)	1,128,196	2,449,387
Bills of exchange held	2,386,168	3,188,862
	13,627,355	24,383,275

The fair value of these financial assets, calculated using the discounted cash flow method, does not differ significantly from their book value.

Bills of exchange held comprise promissory notes received and confirming arrangements with maturities after 31 December 2023.

Impairment losses

In the 2023 financial year, impairment losses amounting to €113,390 were recognised on the balances included under the line item "Trade and other receivables" in the accompanying balance sheet (€28,039 as at 31 December 2022). Reversals amounting to €5,691 were also recognised in the 2023 financial year, none of which were considered to be definitive losses.

The movements in these adjustments are as follows:

(Euros)	2023	2022
Opening balance	30,832	2,793
Net charges	107,698	28,039
Closing balance	138,530	30,832

Current account with group companies and associates

This item in the accompanying balance sheet mainly corresponds to the balances held in a current account with the parent company Scan Global Logistics A/S, which accrues interest at a rate of 3% plus three-month Euribor on balances in favour of Scan Global Logistics A/S and accrues interest at a rate of 0.25% less one-month Euribor on balances in favour of the entity. The current term expires on 31 December 2024 and is renewed annually.

7.2 Offsetting of financial assets

For presentation purposes, no financial assets have been offset against other financial liabilities of the Company.

8. CASH AND CASH EQUIVALENTS

The composition of this line item as at 31 December is as follows:

(Euros)	2023	2022
Demand current accounts	1,867,269	2,094,459
Demand current accounts in foreign currency	928,127	570,017
	2,795,396	2,664,476

Current accounts accrue interest at the market rate applicable to this type of account.

There are no restrictions on the availability of these balances.

9. EQUITY – SHAREHOLDERS' EQUITY

9.1 Subscribed share capital

The share capital amounts to €60,000, fully paid up, represented by 60,000 shares with a nominal value of £1 each.

The breakdown of the shareholders and their shareholdings as at 31 December are as follows:

	2023	2022
Scan Global Logistics A/S	100%	100%
	100%	100%

9.2 Reserves

Details and movements of the various items comprising the reserves:

(Euros)	Opening balance	Appropriation of profit	Additions arising from a merger	Closing balance
Financial Year 2023				
Legal reserve	12,000	--	--	12,000
Voluntary reserves	644,049	3,319,580		3,963,629
	656,049	3,319,580	--	3,975,629
	656,049	3,319,580	--	3,975,629
Financial Year 2022				
Legal reserve	12,000	--	--	12,000
Voluntary reserves	287,182	47,326	309,541	644,049
	299,182	47,326	309,541	656,049
	299,182	47,326	309,541	656,049

The Sole Shareholder (Scan Global Logistics A/S), holder of 60,000 shares in the Company, numbered from 1 to 60,000, both inclusive, and representing 100% of the Company's share capital, pledged the Shares in favour of INTERTRUST (SWEDEN) AB., by virtue of a deed dated 19 January 2022 formalising as a public deed the private pledge agreement over the Company's shares and other matters, executed before Mr Camilo-Jose Sexto Presas, Notary Public in Barcelona, under number 126 of his protocol.

On 25 May 2023, by means of a deed executed before Mr Fernando Molina Stranz, Notary Public in Madrid, under number 978 of his protocol, the pledge in favour of INTERTRUST (SWEDEN) AB on all of the aforementioned shares was extended and ratified.

Legal reserve

In accordance with the Consolidated Text of the Spanish Companies Act, the legal reserve, as long as it does not exceed the limit of 20% of the share capital, is not distributable to the Sole Shareholder and may only be used, in the event that no other reserves are available, to offset losses. This reserve may also be used to increase the share capital in the part that exceeds 10% of the capital already increased.

As at 31 December 2023 and 2022, this reserve was fully constituted in accordance with the current legal minimum.

10. FINANCIAL LIABILITIES

The composition of financial liabilities as at 31 December is as follows:

(Euros)	Amounts owed to credit institutions		Derivatives and other financial instruments		Total	
	2023	2022	2023	2022	2023	2022
Short-term financial liabilities						
Financial liabilities at amortised cost	16,083	15,057	10,975,115	20,797,477	10,991,198	20,812,534
	16,083	15,057	10,975,115	20,797,477	10,991,198	20,812,534
	16,083	15,057	10,975,115	20,797,477	10,991,198	20,812,534

These amounts are included in the following balance sheet items:

(Euros)	Amounts owed to credit institutions		Derivatives and other financial instruments		Total	
	2023	2022	2023	2022	2023	2022
Current financial liabilities						
Short-term amounts owed to group companies and associates (Note 15.1)	--	--	--	7,272,446	--	7,272,446
Short-term borrowings	16,083	15,057	--	69,101	16,083	84,158
Trade payables	--	--	7,705,331	9,024,888	7,705,331	9,024,888
Trade payables, group companies and associates (Note 15.1)	--	--	2,580,372	3,095,598	2,580,372	3,095,598
Other creditors	--	--	78,265	373,173	78,265	373,173
Accrued salaries and wages	--	--	611,147	962,271	611.47	962,271
	16,083	15,057	10,975,115	20,797,477	10,991,198	20,812,534
	16,083	15,057	10,975,115	20,797,477	10,991,198	20,812,534

The fair value of these financial liabilities, calculated using the discounted cash flow method, did not differ significantly from their book value.

Exchange rate hedges

As at 31 December 2023 and 2022, the Company had no exchange rate hedges in place.

Guarantees provided to third parties

As at 31 December 2023 and 2022, the Company had not provided any guarantees.

As at 31 December 2023, the guarantee granted to the Company came from Abanca and amounted to €10,500, which was granted for the fulfilment of the lease agreement for the office in A Coruña (Note 6.3).

It also has two surety bonds for a total of €700,000 used in the development of customs activities.

Offsetting of financial assets

For presentation purposes, no financial assets have been offset against other financial liabilities of the Company.

11. PROVISIONS AND CONTINGENCIES

11.1 Provisions

The breakdown of provisions as at 31 December are as follows:

(Euros)	Short-term	Total
Financial Year 2023		
Provision for staff remuneration	14,380	14,380
Provision for onerous contracts	--	--
	14,380	14,380
Financial year 2022		
Provision for staff remuneration	25,426	25,426
Provision for onerous contracts	896,667	896,667
	922,093	922,093

The changes in these line items were as follows:

(Euros)	Opening balance	Charges	Uses of funds and payments	Reversal of provisions	Closing balance
Financial Year 2023					
Provision for staff remuneration	25,426	100,879	(111,925)	--	14,380
Provision for onerous contracts	896,667	--	(852,834)	(43,833)	--
	922,093	100,879	(964,769)	(43,833)	14,380
Financial year 2022					
Provision for staff remuneration	--	25,426	--	--	25,426
Provision for onerous contracts	--	896,667	--	--	896,667
	--	922,093	--	--	922,093

In the 2022 financial year, a provision of €896,000 was made for onerous contracts arising mainly from cost overruns due to delays in the delivery of goods. In 2023, an agreement was reached between the parties whereby the company applied €852,000 and recognised income from the reversal of provisions in the amount of €43,000. The remaining amount recognised in the income statement relates to the reversal of provisions for employee remuneration that were ultimately not incurred.

12. TAX POSITION

The breakdown of balances relating to tax assets and tax liabilities as at 31 December is as follows:

(Euros)	2023	2022
Deferred tax assets	291,893	549,523
Current tax assets	--	25,493
Other receivables from public administrations		
VAT	--	82
	291,893	575,098
Deferred tax liabilities	--	(2,094)
Current tax liability	(288,025)	--
Other payables to public administrations		
VAT	(323,301)	(395,660)
Spanish Personal Income Tax (IRPF)	(348,153)	(766,947)
Social Security	(115,953)	(112,356)
Other items	(927,768)	(1,570,399)
	(2,003,200)	(2,847,456)

According to current legal provisions, tax assessments cannot be considered final until they have been inspected by the tax authorities or the limitation period, currently set at four years, has elapsed.

In the opinion of the Company's directors and its tax advisers, there are no significant tax contingencies that could arise, in the event of an inspection, from possible different interpretations of the tax regulations applicable to the transactions carried out by the Company.

The Company has recognised under other items other payables to public administrations arising from a tax account used for the settlement of quarterly taxes; accordingly, all tax settlements are accumulated under this line item and subsequently settled with the Public Administration. This line item mainly includes the final instalment payment for the year that has not yet been settled.

12.1 Calculation of corporation tax

The reconciliation between the net amount of income and expenses for the year and the taxable base (tax result) for corporation tax is as follows:

(Euros)	Income statement		
	Increases	Decreases	Total
Financial Year 2023			
Profit or loss for the year			
Continuous operations	--	--	5,328,769
			5,328,769
Corporation tax			
Continuous operations	--	--	1,779,800
			1,779,800
Profit or loss before tax			7,180,569
Permanent differences	11,387	--	11,387
Temporary differences			
Arising in the financial year	939,110	--	939,110
Arising in previous financial years	--	(1,961,805)	(1,961,805)
Taxable base (tax result)	950,497	(1,961,805)	6,097,261
Financial year 2022			
Profit or loss for the year			
Continuous operations	--	--	3,319,580
			3,319,580
Corporation tax			
Continuous operations	--	--	1,108,964
			1,108,964
Profit or loss before tax			4,428,544
Permanent differences	6,614	--	6,614
Temporary differences			
Arising in the financial year	2,202,561	--	2,202,561
Arising in previous financial years	--	(129,591)	(129,591)
Taxable base (tax result)	2,209,175	(129,591)	6,508,128

In the 2023 financial year, positive temporary differences mainly correspond to provisions for temporarily non-deductible expenses and the provision for outstanding bonuses, while negative temporary differences mainly correspond to the reversal of these items recognised in the 2022 financial year, as well as the reversal of the provision for onerous contracts.

In the 2022 financial year, positive temporary differences mainly corresponded to the impairment of trade receivables, the provision for bonuses pending payment and the provision for onerous contracts.

The reconciliation between income tax expense/(income) and the result of multiplying the applicable tax rates by the total recognised income and expense is as follows:

(Euros)	2023		2022	
	Income statement	Income and expenses recognised directly in equity	Income statement	Income and expenses recognised directly in equity
Profit or loss before tax	7,108,569	--	4,428,544	--
Theoretical tax expense (tax rate 25%)	1,777,142	--	1,107,136	--
Non-deductible expenses and other adjustments	2,847	--	1,654	--
Other adjustments	(189)	--	174	--
Effective tax expense/(income)	1,779,800	--	1,108,964	--

Income tax expense/(income) is broken down as follows:

(Euros)	2023		2022	
	Income statement	Income and expenses recognised directly in equity	Income statement	Income and expenses recognised directly in equity
Current tax	1,524,264	--	1,626,981	--
Other adjustments		--	175	--
Change in deferred taxes				
Accounting depreciation not deductible for tax purposes	305	--	305	--
Impairment of trade receivables	218,977	--	(228,277)	--
Provisions for employee remuneration	90,759	--	(220,593)	--
Lease deferral	(2,094)	--	(1,727)	--
Other items	(52,411)	--	(67,900)	--
	1,779,800	--	1,108,964	--

The calculation of the corporation tax payable/(refundable) is as follows:

(Euros)	2023	2022
Current tax	1,524,264	1,626,981
Withholdings and advance payments	(1,236,239)	(1,652,474)
Corporation tax payable/(refundable)	288,025	(25,493)

12.2 Deferred tax assets and liabilities

The breakdown and movements of the items comprising deferred tax assets and liabilities are as follows:

(Euros)	Changes reflected in			Closing balance
	Opening balance	Income statement	Additions arising from a merger	
Financial Year 2023				
Deferred tax assets				
Accounting depreciation not deductible for tax purposes	609	(305)	--	304
Impairment of trade receivables	228,277	(218,977)	--	9,300
Provisions for employee remuneration	252,737	(90,759)	--	161,978
Other items	67,900	52,411	--	120,311
	549,523	(257,630)	--	291,893
Deferred tax liabilities				
Lease deferral	(2,094)	2,094	--	--
	(2,094)	2,094	--	--
	547,429	(255,536)	--	291,893
Financial year 2022				
Deferred tax assets				
Accounting depreciation not deductible for tax purposes	--	(305)	914	609
Impairment of trade receivables	--	228,277	--	228,277
Provisions for employee remuneration	27,894	220,593	4,250	252,737
Other items	--	67,900	--	67,900
	27,894	516,465	5,164	549,523
Deferred tax liabilities				
Lease deferral	--	1,727	(3,821)	(2,094)
	--	1,727	(3,821)	(2,094)
	27,894	518,192	1,343	547,429

13. INCOME AND EXPENSES

13.1 Net turnover

Breakdown by category

The breakdown of the Company's net turnover from continuing operations by category of activity, geographical market and timing of revenue recognition is as follows:

(Euros)	2023			
	Air	Maritime	Land-based	Total
Breakdown by activity				
Income from the provision of logistics services	9,756,740	70,472,718	1,327,068	81,556,526
	9,756,740	70,472,718	1,327,068	81,556,526
Breakdown by geographical market				
USA	1,447,166	16,410,749	38,030	17,895,945
Spain	3,652,664	15,379,638	642,912	19,675,214
Mexico	321,836	6,983,627	66,336	7,371,799
Colombia	7,412	2,035,583	--	2,042,995
South Africa	83,014	1,950,260	--	2,033,274
Chile	233,914	1,778,845	493	2,013,252
Dominican Republic	98,470	1,856,904	--	1,955,374
Australia	262,451	1,579,593	--	1,842,044
Italy	1,865	1,529,194	84,987	1,616,046
Jamaica	57,035	1,555,071	--	1,612,106
Morocco	651	1,335,377	65	1,336,093
Saudi Arabia	100,709	1,082,654	--	1,183,363
India	177,323	923,913	--	1,101,236
Egypt	11,292	924,815	1,475	937,582
Canada	6,803	925,034	200	932,037
Nigeria	253,849	672,543	--	926,392
Libya	8,858	884,138	--	892,996
Finland	--	864,343	--	864,343
Peru	26,495	732,385	249	759,129
Brazil	60,313	602,811	--	663,124
Guatemala	1,105	646,435	--	647,540
China	134,310	482,354	--	616,664
Others	2,809,205	9,336,452	492,321	12,637,978
	9,756,740	70,472,718	1,327,068	81,556,526
Breakdown by type of transfer of control				
Goods and services transferred at a given point in time	9,756,740	70,472,718	1,327,068	81,556,526
	9,756,740	70,472,718	1,327,068	81,556,526

(Euros)	2022			
	Air	Maritime	Land-based	Total
Breakdown by activity				
Income from the provision of logistics services	10,929,619	109,120,196	1,749,323	121,799,138
	10,929,619	109,120,196	1,749,323	121,799,138
Breakdown by geographical market				
USA	1,021,548	26,938,527	18,776	27,978,851
Spain	5,811,897	15,137,888	1,113,641	22,063,426
Mexico	331,956	19,163,432	--	19,495,388
Chile	137,832	4,228,664	--	4,366,496
Canada	18,517	2,952,692	--	2,971,209
Dominican Republic	43,094	2,853,393	--	2,896,487
Australia	173,871	2,616,558	--	2,790,429
South Africa	137,481	2,369,744	--	2,507,225
India	238,708	1,931,450	--	2,170,158
Colombia	412	2,098,664	--	2,099,076
Peru	6,923	1,971,923	--	1,978,846
Turkey	10,043	1,757,494	6,900	1,774,437
Morocco	237	1,743,840	340	1,744,417
Egypt	31,534	1,488,561	--	1,520,095
United Republic of Tanzania	212,159	1,155,725	--	1,367,884
Unallocated				--
Nigeria	5,452	1,070,804	--	1,076,256
Saudi Arabia	53,304	965,934	--	1,019,238
Costa Rica	61,816	832,688	41,647	936,151
Italy	1,009	895,862	28,836	925,707
United Arab Emirates	79,912	809,830	--	889,742
Ecuador	1,571	876,194	--	877,765
Brazil	44,185	772,442	--	816,627
Guatemala	--	806,757	--	806,757
Others	2,506,158	13,681,130	539,183	16,726,471
	10,929,619	109,120,196	1,749,323	121,799,138
Breakdown by type of transfer of control				
Goods and services transferred at a given point in time	10,929,619	109,120,196	1,749,323	121,799,138
	10,929,619	109,120,196	1,749,323	121,799,138

As at 31 December 2021, the only customer accounting for ten per cent or more of net turnover was PV Hardware Solutions, S.L.

As at 31 December 2022, the customers representing ten per cent or more of net turnover were Magnesitas Navarra, S.A. and PV Hardware Solutions, S.L.

13.2 Cost of sales

The breakdown of the line item 'Cost of sales' in the attached income statement is as follows:

(Euros)	2023	2022
Work performed by other companies	66,883,065	107,174,609
	66,883,065	107,174,609

13.3 Staff costs

The breakdown of the line item 'Staff costs' in the attached income statement is as follows:

(Euros)	2023	2022
Wages, salaries and related expenses		
Wages and salaries	4,686,078	5,562,064
Severance payments	127,409	28,926
	4,813,487	5,590,990
Social security contributions		
Social Security	1,099,989	920,175
Other social expenses	76,951	59,367
	1,176,940	979,542
	5,990,427	6,570,532

13.4 External Services

The breakdown of the line item 'External services' in the attached income statement is as follows:

(Euros)	2023	2022
Leases and fees	380,014	310,322
Repairs and maintenance	16,887	23,911
Independent professional services	1,289,396	1,310,757
Transport	--	--
Insurance premiums	107,083	323,883
Banking and similar services	37,460	30,620
Advertising, marketing and public relations	-28,676	129,924
Utilities	27,596	28,967
Other services	367,885	398,839
	2,197,645	2,557,223

14. FOREIGN CURRENCY

14.1 Foreign currency balances and transactions

The breakdown of assets and liabilities denominated in foreign currency as at 31 December are as follows:

(Euros)	USD	DKK	CNY	AUD	NOK	GBP	MYR	SEK	HKD	JPY	Total
Financial Year 2023											
Short-term financial assets											
Trade receivables from sales and services (foreign currency)	4,468,529	--	--	--	--	--	--	--	--	--	4,468,529
Trade receivables from group companies (foreign currency)	81,937	--	--	--	--	--	--	--	--	--	81,937
Banks and credit institutions, current accounts, foreign currency	928,126	--	--	--	--	--	--	--	--	--	928,126
	5,478,592	--	--	--	--	--	--	--	--	--	5,478,592
Short-term financial liabilities											
Trade payables for services rendered (foreign currency)	412,862		273	--	--	--	--	--	--	--	413,135
Trade payables to group companies (foreign currency)	2,459,834	2,588	75,195	4,278	--	1,684	28	3,168	110	218	2,547,103
	2,872,696	2,588	75,468	4,278	--	1,684	28	3,168	110	218	2,960,238
Financial year 2022											
Short-term financial assets											
Trade receivables from sales and services (foreign currency)	8,933,189	--	--	--	--	--	--	--	--	--	8,933,189
Trade receivables from group companies (foreign currency)	1,711,076	--	--	--	--	--	--	187	--	--	1,711,263
Banks and credit institutions, current accounts, foreign currency	570,017	--	--	--	--	--	--	--	--	--	570,017
	11,214,282	--	--	--	--	--	--	187	--	--	11,214,469
Short-term financial liabilities											
Trade payables for services rendered (foreign currency)	741,637	9,535	--	--	--	676	--	--	--	--	751,848
Trade payables to group companies (foreign currency)	2,674,866	3,857	7,706	6,021	5,125	1,220	15	--	--	--	2,698,809
	3,416,503	13,392	7,706	6,021	5,125	1,896	15	--	--	--	3,450,657

The breakdown of transactions carried out in foreign currency are as follows:

(Euros)	USD	GBP	SEK	Total
Financial Year 2023				
Sales	34,027,605	210	--	34,027,815
Financial year 2022				
Sales	42,266,736	--	874	42,267,610

15. RELATED-PARTY TRANSACTIONS

The related parties with which the Company carried out related-party transactions during the 2023 and 2022 financial years, as well as the nature of such relationship, are as follows:

Related party	Nature of the relationship	Related party	Nature of the relationship
SGL International A/S (formerly SGL TransGroup International A/S)	Group parent company	Scan Global Logistics Korea Co., Ltd	Group company
Scan Global Logistics A/S	Direct parent company	Scan Global Logistics K.K.	Group company
Belglore Adisa S. de R.L. de C.V.	Group company	Scan Global Logistics Lao Sole Company Limited	Group company
Belglobe Sári	Group company	Scan Global Logistics NZ Limited	Group company
FLS - Freight & Logistics Solutions, Uniperssoal, Lda	Group company	Scan Global Logistics Peru SAC	Group company
Gardermoen Parcel Xpress DA	Group company	Scan Global Logistics Pty. Ltd.	Group company
Gelders forwarding B.V.	Group company	Scan Global Logistics S.A.	Group company
Horizon International Cargo B.V	Group company	Scan Global Logistics s.r.o.	Group company
Horizon International Cargo Inc Delaware	Group company	Scan Global Logistics SA Pty Ltd	Group company
Horizon International Cargo Japan Ltd.	Group company	Scan Global Logistics SARL (Benin)	Group company
Contentosa, S.A.U.	Group company	Scan Global Logistics SARL (Ivory Coast)	Group company
ORD ICO, LLC	Group company	Scan Global Logistics SARL (Senegal)	Group company
PT SCAN GLOBAL INDONESIA	Group company	Scan Global Logistics SARL (Togo)	Group company
SAL Logistics (SG) Pte Ltd.	Group company	Scan Global Logistics SAS	Group company
Scan Fulfilment & Distribution A/S	Group company	Scan Global Logistics SDN. BHD.	Group company
Scan Global Automotive Special Logistics GmbH	Group company	Scan Global Logistics Sp. Z o.o	Group company
Scan Global Logistics Consulting GmbH	Group company	Scan Global Logistics S.R.L.	Group company
Scan Global Logistics Automatic Testing Services GmbH	Group company	Sea-Air Logistics (Hong Kong) Limited.	Group company
Scan Global Interntational (Cambodia) Co., Ltd.	Group company	SGL Australia PTY LTD	Group company
Scan Global Logistics Ltd. (Hong Kong)	Group company	SGL Express A/S	Group company
Scan Global Logistics (Finland) Oy	Group company	SGL Express AB	Group company
Scan Global Logistics (Philippines) Inc.	Group company	SGL Express Holding AB	Group company
Scan Global Logistics (IR) Limited	Group company	SGL Kenya Limited	Group company
Scan Global Logistics (Shanghai) Co. Ltd	Group company	SGL Manila (Shared Service Centre) Inc	Group company
Scan Global Logistics (Shanghai) Ltd	Group company	SGL Road AB	Group company
Scan Global Logistics (Singapore) Pte Ltd.	Group company	SGL Road ApS	Group company
Scan Global Logistics (UK) Ltd.	Group company	SGL Transgroup of Mexico S.A. DE CV	Group company
Scan Global Logistics (Vietnam) Ltd.	Group company	SGLT Transgroup US Corp	Group company
Scan Global Logistics (Wuxi) Co. Ltd	Group company	Sp/f Scan Global Logistics Faroe Islands	Group company
Scan Global Logistics AB	Group company	Naypemar Barcelona, S.L.U.	Group company
Scan Global Logistics AD LLC	Group company	TGLEWR, LLC	Group company
Scan Global Logistics B.V.	Group company	TGLPHL, LLC	Group company
Scan Global Logistics Chile S.A.	Group company	TRANS BOS. LLC	Group company
Scan Global Logistics Company Limited	Group company	TRANS ICO, LLC	Group company
Scan Global Logistics Colombo (PVT) LTD	Group company	Trans MCO, LLC	Group company
Scan Global Logistics Deutschland GmbH	Group company	Transdomestic LAX, LLC	Group company
		Transfair North America International	
Scan Global Logistics GmbH	Group company	Freight Service LLC	Group company
		Transgroup Express LLC	Group company
Scan Global Logistics GmbH (Austria)	Group company	Transgroup Global Inc	Group company
Scan Global Logistics Greenland Aps	Group company	Trust Forwarding Norway AS	Group company
Scan Global Logistics Hungary Kft.	Group company	Trust Forwarding Sweden AB	Group company
Scan Global Logistics Iceland ehf.	Group company	Directors	Board Members
Scan Global Logistics N.V.	Group company		

15.1 Related Entities

The breakdown of balances held with related entities are as follows:

(Euros)	Trade receivables (Note 7)	Trade payables (Note 10)	Short-term investments (Note 7)	Short-term liabilities (Note 10)
Financial Year 2023				
Contentosa S.A.U.	--	(11,922)	--	--
Horizon International Cargo B.V.	--	--	--	--
Horizon International Cargo Illinois Inc	--	--	--	--
PT Scan Global Indonesia	--	(174)	--	--
Scan Global International Cambodia Co Ltd.	20,471	(77,262)	--	--
Scan Global Logistics (Norway)	1,134	--	--	--
Scan Global Logistics A/S	551,750	--	4,218,518	--
Scan Global Logistics Australia Ltd	--	(9,205)	--	--
Scan Global Logistics Colombo (PVT) LTD	--	(131,643)	--	--
Scan Global Logistics Chile	45,213	(28,176)	--	--
Scan Global Logistics China	8,725	(127,322)	--	--
Scan Global Logistics Deutschland GmbH	301	(7,896)	--	--
Scan Global Logistics Dubai Llc	16,214	(285)	--	--
Scan Global Logistics Finland OY	--	(50)	--	--
Scan Global Logistics Japan	23,206	(605)	--	--
Scan Global Logistics Ltd (Thailand)	3,213	(23,230)	--	--
Scan Global Logistics Malaysia Sdn Bhd	--	(2,022)	--	--
Scan Global Logistics Myanmar Ltd	1,665	(422,017)	--	--
Scan Global Logistics Netherlands B.V	354	(906)	--	--
Scan Global Logistics Peru	--	(46,047)	--	--
Scan Global Logistics Philippines Inc	--	(5,113)	--	--
Scan Global Logistics Poland	--	(2,364)	--	--
Scan Global Logistics SAS	17,885	--	--	--
Scan Global Logistics Singapore Ltd	989	--	--	--
Scan Global Logistics South Africa Ltd	4,915	(899)	--	--
Scan Global Logistics Sweden	44,583	(3,168)	--	--
Scan Global Logistics Taiwan Ltd	--	(16,539)	--	--
Scan Global Logistics UK Ltd	2,215	(1,684)	--	--
Scan Global Logistics Vietnam	19,930	(38,204)	--	--
Scan Global Logistics Belgium	18,617	--	--	--
Fls - Freight & Logistics Solutions LDA.	7,569	(9,379)	--	--
Scan Global Logistics AD LLC (Abu Dhabi)	638	--	--	--
Naypemar Barcelona, SLU	213	--	--	--
SGL Transgroup de Mexico SA de CV	38,738	(93,111)	--	--
TransGroup Canada Logistics Inc.	6,119	-420	--	--
Transgroup Express LLC	293,539	(1,520,729)	--	--
	1,128,196	(2,580,372)	4,218,518	--
Financial year 2022				
Horizon International Cargo B.V.	531	--	--	--
Horizon International Cargo Illinois Inc	2,510	--	--	--
PT Scan Global Indonesia	655	(846)	--	--
Scan Global International Cambodia Co Ltd.	15,490	(4,931)	--	--
Scan Global Logistics (Norway)	--	(5,125)	--	--
Scan Global Logistics A/S	1,005,276	(368,425)	--	(7,272,446)
Scan Global Logistics Australia Ltd	6,198	(8,904)	--	--
Scan Global Logistics Chile	4,132	(111,464)	--	--
Scan Global Logistics China	969,832	(157,795)	--	--
Scan Global Logistics Deutschland GmbH	5,867	(11,889)	--	--
Scan Global Logistics Dubai Llc	(20)	--	--	--
Scan Global Logistics Japan	23,573	(1,269)	--	--
Scan Global Logistics Ltd (Thailand)	5,385	(37,343)	--	--
Scan Global Logistics Malaysia Sdn Bhd	--	(155)	--	--
Scan Global Logistics Myanmar Ltd	1,893	(395,565)	--	--
Scan Global Logistics Netherlands B.V	--	(11,104)	--	--
Scan Global Logistics Peru	33,600	--	--	--
Scan Global Logistics Philippines Inc	--	(1,704)	--	--
Scan Global Logistics Poland	--	(42,004)	--	--
Scan Global Logistics SAS	2,292	(3,044)	--	--
Scan Global Logistics Singapore Ltd	1,030	--	--	--
Scan Global Logistics South Africa Ltd	11,025	--	--	--
Scan Global Logistics Sweden	212	--	--	--
Scan Global Logistics Taiwan Ltd	--	(9,736)	--	--
Scan Global Logistics UK Ltd	25,824	(1,220)	--	--
Scan Global Logistics Vietnam	646	(71,793)	--	--
SGL Transgroup de Mexico SA de CV	59,385	(565,301)	--	--
Transgroup International	274,051	(1,285,981)	--	--
	2,449,387	(3,095,598)	--	(7,272,446)

The breakdown of transactions made with related entities are as follows:

(Euros)	Provision of services	Receipt of services	Financial Income	Financial expenses
Financial Year 2023				
Contentosa, S.A.U.	186,254	(824,762)	--	--
FLS - Freight & Logistics Solutions, Uniperssoal, Lda	7,569	(5,553)	--	--
Horizon International Cargo B.V.	5,689	--	--	--
Horizon International Cargo Inc (Illinois)	8,961	--	--	--
Nayppemar Barcelona, S.L.U.	58,040	(248)	--	--
Pt Scan Global Indonesia	769	(3,725)	--	--
Scan Global Logistics AD LLC	2,809	--	--	--
Scan Global Automotive Special Logistics GMBH	226,682	(9,182)	--	--
Scan Global Intl. (Cambodia) Co., Ltd	378,022	(720,566)	--	--
Scan Global Logistics (Finland) OY	--	(1,950)	--	--
Scan Global Logistics (Philippines) Inc.	--	(44,732)	--	--
Scan Global Logistics (Singapore) Pte Ltd	15,432	(24,364)	--	--
Scan Global Logistics A/S (Denmark)	1,842,098	(974,740)	150,105	(16,555)
Scan Global Logistics AB (Sweden)	118,833	(30,893)	--	--
Scan Global Logistics B.V. (Netherlands)	3,862	(31,196)	--	--
Scan Global Logistics Chile	100,144	(118,216)	--	--
Scan Global Logistics Co. Ltd (Thailand)	56,329	(520,264)	--	--
Scan Global Logistics Co. Ltd. (Myanmar)	22,407	(1,188,389)	--	--
Scan Global Logistics Colombo (PVT) LTD	379	(1,332,690)	--	--
Scan Global Logistics Deutschland Gmbh	12,365	(78,240)	--	--
Scan Global Logistics Hungary Kft.	43,965	(26,751)	--	--
Scan Global Logistics K.K. (Japan)	102,988	(6,508)	--	--
Scan Global Logistics Lao Sole Company Limited	1,340	--	--	--
Scan Global Logistics Llc (Dubai)	38,506	(1,847)	--	--
Scan Global Logistics Ltd. (Hong Kong)	828,738	(1,625,122)	--	--
Scan Global Logistics Ltd. (Vietnam)	402,404	(468,323)	--	--
Scan Global Logistics Ltd. Taiwan Branch	--	(116,634)	--	--
Scan Global Logistics New Zealand	--	(1,316)	--	--
Scan Global Logistics NV (Belgium)	19,922	(21,764)	--	--
Scan Global Logistics Peru	--	(50,793)	--	--
Scan Global Logistics PTY Ltd (Australia)	96,164	(127,509)	--	--
Scan Global Logistics Pty. Ltd (South Africa)	11,466	(11,273)	--	--
Scan Global Logistics SAS	35,720	(68,221)	--	--
Scan Global Logistics SARL (Ivory Coast)	--	(920)	--	--
Scan Global Logistics SDN. BHD. (Malaysia)	12,220	(79,084)	--	--
Scan Global Logistics Sp. Z o.o (Poland)	3,154	(44,025)	--	--
Scan Global Logistics UK Ltd	51,309	(54,751)	--	--
Scan Global Logistics S.R.O.	--	(2,316)	--	--
Scan Global Logistics SRL	2,604	(550)	--	--
Sgl Road AB	--	(3,485)	--	--
Sgl Road APS	1,530	--	--	--
Sgl Transgroup De Mexico Sa De CV	203,799	(2,246,383)	--	--
Transgroup Express LLC	979,837	(8,157,495)	--	--
Transgroup Canada Logistics Inc	6,119	(6,432)	--	--
	5,888,429	(19,031,212)	150,105	(16,555)

(Euros)	Provision of services	Receipt of services	Financial income	Financial expenses
Financial year 2022				
Contenosa, S.A.U.	284,188	(607,201)	--	--
Horizon International Cargo B.V.	9,707	--	--	--
Horizon International Cargo Inc (Illinois)	25,661	--	--	--
Horizon Intl. Cargo Japan Ltd	15,665	--	--	--
Naypemar Barcelona, S.L.U.	212,146	--	--	--
Pt Scan Global Indonesia	5,767	(107,712)	--	--
Scan Global Automotive Special Logistics GMBH	8,580	(41,857)	--	--
Scan Global Intl. (Cambodia) Co., Ltd	171,747	(270,761)	--	--
Scan Global Logistics (Finland) OY	--	(2,957)	--	--
Scan Global Logistics (Philippines) Inc.	3,560	(9,927)	--	--
Scan Global Logistics (Singapore) Pte Ltd	16,177	--	--	--
Scan Global Logistics A/S (Denmark)	3,743,323	(1,171,999)	--	(456,581)
Scan Global Logistics AB (Sweden)	28,710	(12,299)	--	--
Scan Global Logistics AS (Norway)	--	(9,644)	--	--
Scan Global Logistics B.V. (Netherlands)	22,538	(74,641)	--	--
Scan Global Logistics Chile	3,363	(109,817)	--	--
Scan Global Logistics Co. Ltd (Thailand)	77,027	(445,835)	--	--
Scan Global Logistics Co. Ltd. (Myanmar)	19,903	(2,352,346)	--	--
Scan Global Logistics Deutschland GmbH	5,867	(36,753)	--	--
Scan Global Logistics Deutschland GmbH	--	(60,624)	--	--
Scan Global Logistics K.K. (Japan)	80,764	(3,093)	--	--
Scan Global Logistics K.K. (Tokyo) Taito	5,127	(198)	--	--
Scan Global Logistics Llc (Dubai)	(20)	(10,204)	--	--
Scan Global Logistics Ltd. (Vietnam)	31,455	(947,139)	--	--
Scan Global Logistics Ltd. China	3,255,034	(2,478,682)	--	--
Scan Global Logistics Ltd. Taiwan Branch	--	(140,980)	--	--
Scan Global Logistics New Zealand	5,543	--	--	--
Scan Global Logistics NV (Belgium)	--	(15,697)	--	--
Scan Global Logistics Peru	33,600	(1,363)	--	--
Scan Global Logistics PTY Ltd (Australia)	109,839	(99,435)	--	--
Scan Global Logistics Pty. Ltd (South Africa)	11,025	--	--	--
Scan Global Logistics SA (Mali)	--	(1,780)	--	--
Scan Global Logistics SAS	10,066	(11,361)	--	--
Scan Global Logistics SDN. BHD. (Malaysia)	6,493	(5,516)	--	--
Scan Global Logistics Sp. Z o.o (Poland)	2,811	(95,671)	--	--
Scan Global Logistics UK Ltd	233,913	(4,893)	--	--
Scan Global Logistics S.R.O.	--	(8,498)	--	--
Sgl Road AB	--	(9,740)	--	--
Sgl Road APS	7,570	(12,800)	--	--
Sgl Transgroup De Mexico Sa De CV	93,456	(1,858,683)	--	--
Transgroup Canada Logistics Inc	2,081	--	--	--
Transgroup International Ltd	852,208	(1,534,567)	--	--
	9,394,894	(12,554,673)	--	(456,581)

Related-party transactions correspond to the Company's normal business activities and are carried out at market prices, which are similar to those applied to unrelated entities.

15.2 Directors and Senior Management

During the 2023 financial year, the remuneration accrued by the members of the Board of Directors amounted to €243,055 (€267,749 in the 2022 financial year). During the 2023 financial year, the Directors did not provide services to the Company and did not receive any remuneration in this respect (they did not provide services to the Company in the 2022 financial year).

The Company considers senior management to be those persons who perform functions related to the general objectives of the Company, such as planning, directing and controlling activities, carrying out their functions with autonomy and full responsibility, limited only by the criteria and instructions of the legal owners of the Company or the governing and administrative bodies representing those owners. Given that strategic decisions and business operations are instructed and controlled by the international group, the Company does not have any employees on its staff who could be considered senior management according to the above definition.

As at 31 December 2023 and 2022, the Company had no pension or life insurance obligations to former or current members of the Board of Directors.

Furthermore, as at 31 December 2023 and 2022, there were no advances or loans granted to senior management or members of the Board of Directors, nor were there any obligations assumed on their behalf as collateral.

During the 2023 financial year, no civil liability insurance premiums were paid for directors for damages caused by acts or omissions in the performance of their duties (same situation in the 2022 financial year).

In relation to Article 229 of the Spanish Companies Act, the directors have reported that they have no conflicts of interest with the Company.

16. INFORMATION ON THE NATURE AND LEVEL OF RISK ARISING FROM FINANCIAL INSTRUMENTS

Risk management policies are established by management and approved by the Company's Directors. Based on these policies, the Finance Department has established a series of procedures and controls that enable the identification, measurement and management of risks arising from activities involving financial instruments. These policies establish, among other aspects, that the Company may not engage in speculative transactions with derivatives.

Activities involving financial instruments expose the Company to credit, market and liquidity risk.

16.1 Credit risk

Credit risk arises from the potential loss caused by the failure of the Company's counterparties to meet their contractual obligations, i.e. the possibility of not recovering financial assets at their carrying amount and within the established time frame.

The maximum exposure to credit risk at 31 December was as follows:

(Euros)	2023	2022
Long-term financial investments	52,191	29,442
Trade and other receivables	13,627,355	24,408,850
Short-term receivables from group companies	4,218,518	--
Cash and cash equivalents	2,795,396	2,664,476
	20,693,460	27,102,768

The Company periodically analyses the level of risk to which it is exposed, reviewing all outstanding receivables from its customers, debtors and all other non-commercial receivables. Based on this analysis, it estimates that it does not present this type of risk, as there are no significant cases of default.

16.2 Market risk

Market risk arises from the potential loss caused by changes in the fair value or future cash flows of financial instruments due to changes in market prices. Market risk includes interest rate risk, exchange rate risk and other price risks.

Interest-rate risk

Interest rate risk arises from the potential loss caused by changes in the fair value or future cash flows of a financial instrument due to changes in market interest rates. The Company's exposure to interest rate risk is mainly due to long-term loans and credits received at variable interest rates. The Company does not consider interest rate risk to be significant.

Exchange rate risk

Exchange rate risk arises from the potential loss caused by changes in the fair value or future cash flows of financial instruments due to fluctuations in exchange rates.

Accounts receivable are the only item included in the Company's assets and liabilities that includes balances in a currency other than the functional currency (Note 14).

Liquidity risk

Liquidity risk arises from the possibility that the Company may not be able to obtain or access sufficient liquid funds at an appropriate cost to meet its payment obligations at all times.

The Company manages liquidity risk prudently, based on maintaining sufficient cash, the availability of financing through a sufficient amount of committed credit facilities and sufficient capacity to settle positions in the market.

17. OTHER INFORMATION

17.1 Staff structure

The breakdown of the Company's employees by category is as follows:

	Number of employees at the end of the financial year			Average number of employees during the financial year	Average number of persons with disabilities > 33% of the total employed during the financial year
	Men	Women	Total		
Financial year 2022					
Management	1	--	1	1	--
Administration	10	10	20	19	--
Sales	13	4	17	14	--
Operations	28	34	62	56	--
	52	48	100	90	--
Financial year 2022					
Management	1	--	1	1	--
Administration	9	7	16	15	--
Sales	13	5	18	16	--
Operations	25	27	52	40	--
	48	39	87	72	--

As at 31 December 2023, the Board of Directors consisted of 3 people, all men (same composition as financial year 2022).

17.2 Audit fees

The fees received during the financial year for the services provided by the auditor were as follows:

(Euros)	2023	2022
Audit services	36,800	35,000
	36,800	35,000

17.3 Environmental information

The Company's directors consider that there are no significant contingencies relating to the protection and improvement of the environment and do not consider it necessary to record any provision in this regard.

As at 31 December 2023 and 2022, the Company had not made any investments in property, plant and equipment to minimise its environmental impact.

In 2023 and 2022, the Company did not receive any subsidies for this purpose.

17.4 Information on average supplier payment period Third additional provision. "Information disclosure obligation" under Law 15/2010 of 5 July

The information relating to the average supplier payment period is as follows:

	2023	2022
(Days)		
Average supplier payment period	49	30
Ratio of payments made	48	30
Ratio of payments outstanding	57	37
(Thousands of euros)		
Total payments made	88,979,621	99,897,571
Total payments outstanding	7,285,861	8,904,168
Monetary amount of invoices paid within the maximum period established by the late payment legislation	71,256,992	91,993,972
Percentage represented by payments made within that maximum period over total payments made	80%	92%
(Number of invoices)		
Invoices paid within the maximum period established by the late payment legislation	31,128	21,821
Percentage of total invoices	85%	87%

18. EVENTS AFTER THE REPORTING PERIOD

From the balance sheet date and the date of the income statement to the present day, there have been no other events that would entail a substantial change in the company's business performance or require the expansion or modification of the content of the annual financial statements.



MANAGEMENT REPORT

FROM 01-01-2023 TO 31-12-2023

The Management Body of SCAN GLOBAL LOGISTICS SPAIN, S.L.U., in compliance with the provisions of current commercial regulations, has prepared the following management report. The most relevant aspects of the activity for the financial year were as follows:

Economic

In the financial year ended 31 December 2023, the Company's results have evolved in line with the expected variables, with the annual financial statements (Balance Sheet, Income Statement and Notes to the Financial Statements) giving a true and fair view of the Company's economic and financial position.

In the 2023 financial year, the Company generated an operating profit of €7,290,000 (€4,820,000 in the 2022 financial year), with a pre-tax profit of €7,108,000 (€4,429,000 in the 2022 financial year).

Sales figures for 2023 amounted to €81,556,000 (€121,799,000 in 2022), representing an increase of 21% over the previous year.

The decline in turnover is related to a deflationary effect on freight rates. However, the company has managed to increase its volume of activity and improve its operating margin. On the other hand, the creation of a more efficient organisational structure and better cash management have led to a better conversion of the operating margin in both operating and pre-tax results compared to the previous financial year. There was a 60% increase in the pre-tax result compared to the previous financial year.

Staff

The average number of employees in the company this year was 90 (72 in 2022), representing an increase of 25% over the previous year.

Average Supplier Payment Period

The Company's average payment period in the 2023 financial year was 49 days (30 days in the 2022 financial year).

Subsequent events

From the balance sheet date and the date of the income statement to the present day, there have been no other events that would entail a substantial change in the company's business performance or require the expansion or modification of the content of the annual financial statements.

Treasury shares

The Company did not carry out any transactions with treasury shares in the 2023 or 2022 financial years.

Environmental indicators

The company complies with current environmental regulations and has not recorded any environmental contingencies arising from its activities.

R&D

The company did not carry out any research and development activities during the 2023 or 2022 financial years.

Financial instruments

The company does not hold any derivative products on its balance sheet that could give rise to the recognition of assets or liabilities at the end of the 2023 and 2022 financial years.

Financial risk management

The Company's activities are exposed to various financial risks: credit risk, market risk, liquidity risk and exchange rate risk. The Company's global risk management programme focuses on financial market uncertainty and seeks to minimise potential adverse effects on the Company's financial performance.

Credit Risk

The Company has no significant concentrations of credit risk.

Market Risk

Market risk arises from the potential loss caused by changes in the fair value or future cash flows of a financial instrument due to changes in market prices. Market risk mainly includes interest rate risk and price risk, to which the Company has limited exposure due to its low level of debt and the impact of price fluctuations on its customers.

Liquidity risk

The Company manages liquidity risk prudently, based on maintaining sufficient cash and financing available.

Exchange rate risk

Exchange rate risk arises from the potential loss caused by changes in the fair value or future cash flows of financial instruments due to fluctuations in exchange rates. Accounts receivable and accounts payable are the only items included in the Company's assets and liabilities that include balances in a currency other than the functional currencies.

Objectives for the 2024 financial year

Taking into account the uncertain economic scenario in which we find ourselves, the main objectives for the 2024 financial year are:

- Net turnover is estimated to reach €95 million in 2024, representing a slight increase over the sales figure for 2023. Due to organic growth in a scenario of stable freight rates.
- Continue with the policy of maintaining margins in our maritime business and increasing our penetration in the air transport market.
- Profit/(loss) for the year may vary depending on fluctuations in freight rates, which are mainly linked to fuel prices, conflict situations in transit areas, and the current supply and demand for both maritime and air transport services.

SCAN GLOBAL LOGISTICS SPAIN, S.L.U.
Annual Financial Statements and Management
Report for the financial year ended
31 December 2023

Preparation of the annual financial statements and the management report

In La Coruña (A Coruña), on 29 March 2024, the members of the Company's Board of Directors prepare these annual financial statements of Scan Global Logistics Spain, S.L.U. for the 2023 financial year, comprising the balance sheet, the income statement, the statement of changes in equity, the cash flow statement and the notes to the financial statements, as well as the management report for the 2023 financial year.

BOARD OF DIRECTORS

Mr Allan Dyrgaard Melgaard
Chairman of the Board of Directors

Mr. Carlos Martinez Ayuso
Vice Chairman of the Board of Directors

Mr Claes Bronsgaard Pedersen
Deputy Secretary of the Board of Directors

SCAN GLOBAL LOGISTICS SPAIN, S.L.U. – TRUE LITERAL BILINGUAL (SPANISH | ENGLISH)

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Spanish (Literal)

English (Literal Translation)

Informe de Auditoría de Cuentas Anuales
emitido por un Auditor Independiente

Independent Auditor's Report on Annual
Accounts

SCAN GLOBAL LOGISTICS SPAIN, S.L.U.
Cuentas Anuales e Informe de Gestión
correspondientes al ejercicio anual terminado
el 31 de diciembre de 2023

SCAN GLOBAL LOGISTICS SPAIN, S.L.U.
Annual Accounts and Management Report
corresponding to the financial year ended 31
December 2023

2023 – Page 2

Spanish (Literal)

English (Literal Translation)

INFORME DE AUDITORÍA DE CUENTAS
ANUALES EMITIDO POR UN AUDITOR
INDEPENDIENTE

INDEPENDENT AUDITOR'S REPORT ON
ANNUAL ACCOUNTS

Al Socio Único de Scan Global Logistics Spain,
S.L.U.:

To the Sole Shareholder of Scan Global
Logistics Spain, S.L.U.:

Opinión

Opinion

Hemos auditado las cuentas anuales de Scan
Global Logistics Spain, S.L.U. (la Sociedad)
que comprenden el balance al 31 de
diciembre de 2023, la cuenta de pérdidas y
ganancias, el estado de cambios en el
patrimonio neto, el estado de flujos de
efectivo y la memoria correspondientes al
ejercicio anual terminado en dicha fecha.

We have audited the annual accounts of Scan
Global Logistics Spain, S.L.U. (the Company),
which comprise the balance sheet as at 31
December 2023, the income statement, the
statement of changes in equity, the
statement of cash flows and the notes
corresponding to the financial year then
ended.

En nuestra opinión, las cuentas anuales
adjuntas expresan, en todos los aspectos
significativos, la imagen fiel del patrimonio y
de la situación financiera de la Sociedad a 31
de diciembre de 2023, así como de sus
resultados y flujos de efectivo
correspondientes al ejercicio anual terminado
en dicha fecha, de conformidad con el marco
normativo de información financiera que
resulta de aplicación (que se identifica en la

In our opinion, the accompanying annual
accounts present fairly, in all material
respects, the equity and financial position of
the Company as at 31 December 2023, as
well as its results and cash flows
corresponding to the financial year then
ended, in accordance with the applicable
financial reporting framework (identified in
Note 2 to the notes) and, in particular, with
the accounting principles and criteria
contained therein.

nota 2 de la memoria) y, en particular, con los principios y criterios contables contenidos en el mismo.

Fundamento de la opinión

Hemos llevado a cabo nuestra auditoría de conformidad con la normativa reguladora de la actividad de auditoría de cuentas vigente en España. Nuestras responsabilidades de acuerdo con dichas normas se describen más adelante en la sección Responsabilidades del auditor en relación con la auditoría de las cuentas anuales de nuestro informe.

Somos independientes de la Sociedad de conformidad con los requerimientos de ética, incluidos los de independencia, que son aplicables a nuestra auditoría de las cuentas anuales en España según lo exigido por la normativa reguladora de la actividad de auditoría de cuentas. En este sentido, no hemos prestado servicios distintos de los de auditoría de cuentas ni han concurrido situaciones o circunstancias que, de acuerdo con lo establecido en la normativa reguladora, hayan afectado a la necesaria independencia de modo que se haya visto comprometida.

Consideramos que la evidencia de auditoría que hemos obtenido proporciona una base suficiente y adecuada para nuestra opinión.

Basis for Opinion

We conducted our audit in accordance with auditing regulations in force in Spain. Our responsibilities under those standards are further described in the Auditor's Responsibilities section of our report.

We are independent of the Company in accordance with the ethical requirements, including independence, applicable to our audit of the annual accounts in Spain, as required by auditing regulations. In this regard, we have not provided services other than the audit of accounts nor have situations arisen that may have compromised independence.

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

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Spanish (Literal)

Aspectos más relevantes de la auditoría

Los aspectos más relevantes de la auditoría son aquellos que, según nuestro juicio profesional, han sido considerados como los riesgos de incorrección material más significativos en nuestra auditoría de las cuentas anuales del periodo actual.

English (Literal Translation)

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were considered the most significant risks of material misstatement in our audit of the annual accounts of the current period.

Revenue Recognition

Reconocimiento de ingresos

Descripción

Tal y como se indica en la nota 1 de la memoria adjunta, la actividad principal de la Sociedad se corresponde con ofertar y realizar servicios de gestión global de toda la cadena de suministro para sus clientes, actuando como operador logístico integral.

Los ingresos derivados de esta actividad se reconocen cuando es probable que la Sociedad reciba los beneficios o rendimientos económicos derivados de la transacción y el importe de los ingresos y de los costes incurridos o a incurrir puedan valorarse con fiabilidad, tal y como se describe en la nota 4.12 de la memoria.

Nuestra respuesta

Entendimiento del proceso de reconocimiento de ingresos de la Sociedad.
Realización de procedimientos analíticos sobre las transacciones registradas.
Realización de pruebas de detalle.
Obtención de confirmaciones de terceros.
Realización de procedimientos de corte de operaciones.
Revisión de notas de abono emitidas con posterioridad al cierre.
Evaluación de la suficiencia de los desgloses.

Description

As indicated in Note 1 to the accompanying notes, the main activity of the Company is providing global supply chain management services, acting as an integrated logistics operator.

Revenue derived from this activity is recognized when it is probable that the Company will receive the economic benefits derived from the transaction and the amount of revenue and costs incurred or to be incurred can be measured reliably, as described in Note 4.12 to the notes.

Our response

Understanding of the Company's revenue recognition process.
Analytical procedures over recorded transactions.
Detailed testing.
Third party confirmations.
Cut-off procedures.
Review of credit notes issued after year-end.
Evaluation of adequacy of disclosures.

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Spanish (Literal)

Otra información: Informe de gestión

La otra información comprende exclusivamente el informe de gestión del ejercicio 2023, cuya formulación es responsabilidad de los administradores de la Sociedad y no forma parte integrante de las cuentas anuales.

English (Literal Translation)

Other Information: Management Report

The other information includes exclusively the management report for financial year 2023, whose preparation is the responsibility of the Company's directors and does not form part of the annual accounts.

Our audit opinion on the annual accounts

Nuestra opinión de auditoría sobre las cuentas anuales no cubre el informe de gestión.

Responsabilidad de los administradores en relación con las cuentas anuales

Los administradores son responsables de formular las cuentas anuales adjuntas, de forma que expresen la imagen fiel del patrimonio, de la situación financiera y de los resultados de la Sociedad, de conformidad con el marco normativo de información financiera aplicable en España.

En la preparación de las cuentas anuales, los administradores son responsables de la valoración de la capacidad de la Sociedad para continuar como empresa en funcionamiento.

Responsabilidades del auditor en relación con la auditoría de las cuentas anuales

Nuestros objetivos son obtener una seguridad razonable de que las cuentas anuales en su conjunto están libres de incorrección material.

does not cover the management report.

Responsibilities of Management regarding the Annual Accounts

Management is responsible for preparing the accompanying annual accounts so that they present a true and fair view of the equity, financial position and results of the Company, in accordance with the applicable financial reporting framework in Spain.

In preparing the annual accounts, management is responsible for assessing the Company's ability to continue as a going concern.

Auditor Responsibilities regarding the Audit of the Annual Accounts

Our objectives are to obtain reasonable assurance that the annual accounts as a whole are free from material misstatement.

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Spanish (Literal)

English (Literal Translation)

Identificamos y valoramos los riesgos de incorrección material.

Obtenemos conocimiento del control interno. Evaluamos si las políticas contables aplicadas son adecuadas.

ERNST & YOUNG, S.L.

(Inscrita en el Registro Oficial de Auditores de Cuentas con el Nº S0530)

Manuel Pestana Da Silva Gómez-Ailler

(Inscrito en el Registro Oficial de Auditores de Cuentas con el Nº 22768)

We identify and assess risks of material misstatement.

We obtain an understanding of internal control.

We evaluate whether accounting policies applied are appropriate.

ERNST & YOUNG, S.L.

(Registered in the Official Register of Auditors under number S0530)

Manuel Pestana Da Silva Gómez-Ailler

(Registered in the Official Register of Auditors under number 22768)

20 de junio de 2024

20 June 2024