NEREGELIA TRADING LIMITED

REPORT AND FINANCIAL STATEMENTS
31 December 2025



NEREGELIA TRADING LIMITED

REPORT AND SEPARATE FINANCIAL STATEMENTS
31 December 2025

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NEREGELIA TRADING LIMITED

BOARD OF DIRECTORS AND OTHER OFFICERS

Board of Directors:	Marijana Krga-Drakulic (appointed on 15/12/2025) Elena Katsi (appointed on 15/12/2025) Despina Chrysanthou Dimitriou (appointed on 15/12/2025) Alfo Services Limited (resigned on 15/12/2025) Alfo Secretarial Limited (resigned on 15/12/2025) Marjana Zobenica (resigned on 15/12/2025)
Company Secretary:	Alfo Secretarial Limited
Independent Auditors:	G. ECONOMIDES & CO. LTD Chartered Accountans 4 Evagora Papachristoforou str., Themis Court 3rd floor, office 301 3030 Limassol, Cyprus
Registered office:	Griva Digheni Panayides Building 2nd floor, office 3 3030 Limassol, Cyprus
Bankers:	Bank of Cyprus Public Company Ltd Eurobank Limited
Registration number:	HE95511

REPORT OF THE BOARD OF DIRECTORS

The Board of Directors presents its report and audited separate financial statements of the Company for the year ended 31 December 2025.

Principal activity and nature of operations of the Company
The principal activity of the Company, which is unchanged from last year, is the general trading and the operation of an investment company.

Review of current position, future developments and performance of the Company's business
The Company's development to date, financial results and position as presented in the separate financial statements are considered satisfactory.

Principal risks and uncertainties
The principal risks and uncertainties faced by the Company are disclosed in notes 6, 7 and 22 of the separate financial statements.

Use of financial instruments by the Company
The Company is exposed to interest rate risk, credit risk and liquidity risk from the financial instruments it holds.

Interest rate risk
Interest rate risk is the risk that the value of financial instruments will fluctuate due to changes in market interest rates. The Company's income and operating cash flows are substantially independent of changes in market interest rates as the Company has no significant interest-bearing assets. The Company is exposed to interest rate risk in relation to its non-current borrowings. Borrowings issued at variable rates expose the Company to cash flow interest rate risk. Borrowings issued at fixed rates expose the Company to fair value interest rate risk. The Company's Management monitors the interest rate fluctuations on a continuous basis and acts accordingly.

Credit risk
Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to meet an obligation. Credit risk arises from cash and cash equivalents including outstanding receivables and contract assets as well as lease receivables. Further, credit risk arises from financial guarantees and credit related commitments.

Liquidity risk
Liquidity risk is the risk that arises when the maturity of assets and liabilities does not match. An unmatched position potentially enhances profitability, but can also increase the risk of losses. The Company has procedures with the object of minimising such losses such as maintaining sufficient cash and other highly liquid current assets and by having available an adequate amount of committed credit facilities.

Results
The Company's results for the year are set out on page 7.

Dividends
On 31 December 2023 the Company in General Meeting declared the payment of a final dividend of €4.500.300 for the year ended 31st December 2023 (2024: €410.000 for the year ended 31st December 2022).

Share capital
There were no changes in the share capital of the Company during the year under review.

Board of Directors
The members of the Company's Board of Directors as at 31 December 2025 and at the date of this report are presented on page 1.

In accordance with the Company's Articles of Association all Directors presently members of the Board continue in office.

There were no significant changes in the assignment of responsibilities and remuneration of the Board of Directors.

REPORT OF THE BOARD OF DIRECTORS

Independent Auditors
The Independent Auditors, G. ECONOMIDES & CO. LTD, have expressed their willingness to continue in office and a resolution giving authority to the Board of Directors to fix their remuneration will be proposed at the Annual General Meeting.

By order of the Board of Directors,

Despina Chrysanthou Dimitriou
Director

Limassol, 22 June 2026

ECONOMIDES & CO
CHARTERED ACCOUNTANTS

Independent Auditor's Report

To the Members of NEREGELIA TRADING LIMITED

Report on the Audit of the Separate Financial Statements

Opinion

We have audited the separate financial statements of parent company NEREGELIA TRADING LIMITED (the "Company"), which are presented in pages 7 to 30 and comprise the separate statement of financial position as at 31 December 2025, and the separate statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended, and notes to the separate financial statements, including material accounting policy information.

In our opinion, the accompanying separate financial statements give a true and fair view of the separate financial position of the Company as at 31 December 2025, and of its separate financial performance and its separate cash flows for the year then ended in accordance with IFRS Accounting Standards as adopted by the European Union and the requirements of the Cyprus Companies Law, Cap. 113.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Separate Financial Statements" section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) together with the ethical requirements that are relevant to audits of the separate financial statements of public interest entities in Cyprus. We also have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Board of Directors is responsible for the other information. The other information comprises the information included in the Report of the Board of Directors, but does not include the separate financial statements and our auditor's report thereon.

Our opinion on the separate financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the separate financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the separate financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors for the Separate Financial Statements

The Board of Directors is responsible for the preparation of the separate financial statements that give a true and fair view in accordance with IFRS Accounting Standards as adopted by the European Union and the requirements of the Cyprus Companies Law, Cap. 113, and for such internal control as the Board of Directors determines is necessary to enable the preparation of separate financial statements that are free from material misstatement, whether due to fraud or error.

Directors: George Economides FCA, FCCA | Elena Demetriou BSc, FCA
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Independent Auditor's Report (continued)

To the Members of NEREGELIA TRADING LIMITED

Responsibilities of the Board of Directors for the Separate Financial Statements (continued)

In preparing the separate financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Separate Financial Statements

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

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.

- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the separate financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the separate financial statements, including the disclosures, and whether the separate financial statements represent the underlying transactions and events in a manner that achieves a true and fair view.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal Requirements

Pursuant to the additional requirements of the Auditors Law of 2017, we report the following:

- In our opinion, based on the work undertaken in the course of our audit, the Report of the Board of Directors has been prepared in accordance with the requirements of the Cyprus Companies Law, Cap 113, and the information given is consistent with the separate financial statements.

Independent Auditor's Report (continued)

To the Members of NEREGELIA TRADING LIMITED

Report on Other Legal Requirements (continued)

- In light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we are required to report if we have identified material misstatements in the Report of the Board of Directors. We have nothing to report in this respect.

Other Matter

This report, including the opinion, has been prepared for and only for the Company's members as a body in accordance with Section 69 of the Auditors Law of 2017 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whose knowledge this report may come to.



Elena Demetriou
Chartered Accountant and Registered Auditor
for and on behalf of
G. ECONOMIDES & CO. LTD
Chartered Accountans

Limassol, 22 June 2026

SEPARATE STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
31 December 2025

	Note	**2025** **€**	2024 €
Revenue	8	**368.777**	1.556.524
Dividend income		**3.592.500**	3.054.144
Loan interest income		**316.727**	381.127
Total revenue		**4.278.004**	4.991.795
Cost of sales		**(360.673)**	(1.515.614)
Gross profit		**3.917.331**	3.476.181
Administration expenses		**(128.693)**	(113.777)
Net impairment loss on financial and contract assets		**(2.902.714)**	-
Operating profit		**885.924**	3.362.404
Finance costs	11	**(292.094)**	(132.731)
Profit before tax		**593.830**	3.229.673
Tax	12	**(227.825)**	(309.453)
Net profit for the year		**366.005**	2.920.220
Other comprehensive income		**-**	-
Total comprehensive income for the year		**366.005**	2.920.220

The notes on pages 11 to 30 form an integral part of these separate financial statements.

SEPARATE STATEMENT OF FINANCIAL POSITION
31 December 2025

	Note	2025 €	2024 €
ASSETS			
Non-current assets			
Investments in subsidiaries	15	**30.873.566**	25.412.908
Deferred tax assets	20	**288.669**	516.494
Total non-current assets		**31.162.235**	25.929.402
Current assets			
Trade and other receivables	16	**12.976.547**	14.269.239
Receivables from own subsidiaries	23	**31.222**	31.222
Receivables from parent	23	**2.336**	298
Cash at bank and in hand	17	**724.837**	21.883
Total current assets		**13.734.942**	14.322.642
Total assets		**44.897.177**	40.252.044
EQUITY AND LIABILITIES			
Equity			
Share capital	18	**19.100**	19.100
Share premium		**853.000**	853.000
Retained earnings		**25.823.138**	29.957.433
Total equity		**26.695.238**	30.829.533
Non-current liabilities			
Borrowings	19	**10.088.705**	4.635.735
Total non-current liabilities		**10.088.705**	4.635.735
Current liabilities			
Trade and other payables	21	**32.273**	10.115
Payables to parent	23	**8.080.961**	4.776.661
Total current liabilities		**8.113.234**	4.786.776
Total liabilities		**18.201.939**	9.422.511
Total equity and liabilities		**44.897.177**	40.252.044

On 22 June 2026 the Board of Directors of NEREGELIA TRADING LIMITED authorised these separate financial statements for issue.

.....
Elena Katsi
Director

.....
Despina Chrysanthou Dimitriou
Director

The notes on pages 11 to 30 form an integral part of these separate financial statements.

SEPARATE STATEMENT OF CHANGES IN EQUITY
31 December 2025

	Note	Share capital €	Share premium €	Retained earnings €	Total €
Balance at 1 January 2024		**19.100**	**853.000**	**27.447.213**	**28.319.313**
Comprehensive income					
Net profit for the year		-	-	2.920.220	2.920.220
Total comprehensive income for the year		-	-	2.920.220	2.920.220
Transactions with owners					
Dividends	13	-	-	(410.000)	(410.000)
Total transactions with owners		-	-	(410.000)	(410.000)
Balance at 31 December 2024/ 1 January 2025		**19.100**	**853.000**	**29.957.433**	**30.829.533**
Comprehensive income					
Net profit for the year		-	-	366.005	366.005
Total comprehensive income for the year		-	-	366.005	366.005
Transactions with owners					
Dividends	13	-	-	(4.500.300)	(4.500.300)
Total transactions with owners		-	-	(4.500.300)	(4.500.300)
Balance at 31 December 2025		**19.100**	**853.000**	**25.823.138**	**26.695.238**

Companies, which do not distribute 70% of their profits after tax, as defined by the Special Contribution for the Defence of the Republic Law, within two years after the end of the relevant tax year, will be deemed to have distributed this amount as dividend on the 31 of December of the second year (applicable for profits up until tax year 2025 inclusive). The amount of the deemed dividend distribution is reduced by any actual dividend already distributed by 31 December of the second year for the year the profits relate. The Company pays special defence contribution on behalf of the shareholders over the amount of the deemed dividend distribution at a rate of 17% (applicable since 2014) when the entitled shareholders are natural persons tax residents of Cyprus and have their domicile in Cyprus. In addition, the Company pays on behalf of the shareholders General Healthcare System (GHS) contribution at a rate of 2,65%, when the entitled shareholders are natural persons tax residents of Cyprus, regardless of their domicile.

SEPARATE CASH FLOW STATEMENT
31 December 2025

	Note	**2025** **€**	2024 €
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		**593.830**	3.229.673
Adjustments for:			
Impairment charge of trade receivables	16	**2.902.714**	-
Dividend income		**(3.592.500)**	(3.054.144)
Interest income		**(316.727)**	(381.127)
Interest expense	11	**282.970**	123.255
		(129.713)	(82.343)
Changes in working capital:			
Increase in trade and other receivables		**(1.610.022)**	(3.596.699)
(Increase)/decrease in receivables from parent		**(2.038)**	14.998
Increase in trade and other payables		**22.158**	6.545
Increase/(decrease) in payables to parent		**3.304.300**	(2.763.993)
Cash generated from/(used in) operations		**1.584.685**	(6.421.492)
Interest received		**316.727**	381.127
Dividends received		**3.592.500**	3.054.144
Net cash generated from/(used in) operating activities		**5.493.912**	(2.986.221)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for purchase of investments in subsidiaries	15	**(5.460.658)**	(104.001)
Net cash used in investing activities		**(5.460.658)**	(104.001)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		**5.452.970**	2.773.256
Interest paid		**(282.970)**	(123.255)
Dividends paid		**(4.500.300)**	(410.000)
Net cash generated from financing activities		**669.700**	2.240.001
Net increase/(decrease) in cash and cash equivalents		**702.954**	(850.221)
Cash and cash equivalents at beginning of the year		**21.883**	872.104
Cash and cash equivalents at end of the year	**17**	**724.837**	21.883

The notes on pages 11 to 30 form an integral part of these separate financial statements.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS
31 December 2025

1. Incorporation and principal activities

Country of incorporation

The Company NEREGELIA TRADING LIMITED (the "Company") was incorporated in Cyprus on 20 June, 1998 as a private limited liability company under the provisions of the Cyprus Companies Law, Cap. 113. Its registered office is at Griva Digheni, Panayides Building, 2nd floor, office 3, 3030 Limassol, Cyprus.

Principal activity

The principal activity of the Company, which is unchanged from last year, is the general trading and the operation of an investment company.

2. Basis of preparation

The financial statements of the Company have been prepared in accordance with IFRS Accounting Standards as adopted by the European Union (EU) and the requirements of the Cyprus Companies Law, Cap. 113.

The Company is not required by the Cyprus Companies Law, Cap. 113, to prepare consolidated financial statements because the Company and its subsidiaries constitute a small sized group as defined by the Law and the Company does not intend to issue consolidated financial statements for the year ended 31 December 2025.

The European Commission has concluded that since parent companies are required by the EU Accounting (2013/34/EU) Directive to prepare separate financial statements and since the Cyprus Companies Law, Cap. 113, requires the preparation of such financial statements in accordance with IFRS as adopted by the EU, the provisions in IFRS 10 "Consolidated Financial statements" requiring the preparation of consolidated financial statements in accordance with IFRS do not apply.

The separate financial statements have been prepared under the historical cost convention.

The preparation of financial statements in conformity with IFRS Accounting Standards requires the use of certain critical accounting estimates and requires Management to exercise its judgment in the process of applying the Company's accounting policies. It also requires the use of assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on Management's best knowledge of current events and actions, actual results may ultimately differ from those estimates.

3. Adoption of new or revised standards and interpretations

During the current year the Company adopted all the new and revised IFRS Accounting Standards that are relevant to its operations and are effective for accounting periods beginning on 1 January 2025. This adoption did not have a material effect on the accounting policies of the Company.

4. Material accounting policy information

The material accounting policies adopted in the preparation of these separate financial statements are set out below. These policies have been consistently applied to all years presented in these separate financial statements unless otherwise stated.

Management seeks not to reduce the understandability of these separate financial statements by obscuring material information with immaterial information. Hence, only material accounting policy information is disclosed, where relevant, in the related disclosure notes.

4. Material accounting policy information (continued)

Subsidiary companies

Subsidiaries are entities controlled by the Company. Control exists where the Company is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee.

Investments in subsidiary companies are stated at cost less provision for impairment in value, which is recognised as an expense in the period in which the impairment is identified.

Revenue

Recognition and measurement

Revenue represents the amount of consideration to which the Company expects to be entitled in exchange for transferring the promised goods or services to the customer, excluding amounts collected on behalf of third parties (for example, value-added taxes); the transaction price. The Company includes in the transaction price an amount of variable consideration as a result of rebates/discounts only to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur when the uncertainty associated with the variable consideration is subsequently resolved. Estimations for rebates and discounts are based on the Company's experience with similar contracts and forecasted sales to the customer.

The Company recognises revenue when the parties have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations, the Company can identify each party's rights and the payment terms for the goods or services to be transferred, the contract has commercial substance (i.e. the risk, timing or amount of the Company's future cash flows is expected to change as a result of the contract), it is probable that the Company will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the customer and when specific criteria have been met for each of the Company's contracts with customers.

The Company bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and the specifics of each arrangement. In evaluating whether collectability of an amount of consideration is probable, the Company considers only the customer's ability and intention to pay that amount of consideration when it is due.

Estimates of revenues, costs or extent of progress toward completion are revised if circumstances change. Any resulting increases or decreases in estimates are reflected in the separate statement of profit or loss and other comprehensive income in the period in which the circumstances that give rise to the revision become known by Management.

Identification of performance obligations

The Company assesses whether contracts that involve the provision of a range of goods and/or services contain one or more performance obligations (that is, distinct promises to provide a service) and allocates the transaction price to each performance obligation identified on the basis of its stand-alone selling price. A good or service that is promised to a customer is distinct if the customer can benefit from the good or service, either on its own or together with other resources that are readily available to the customer (that is the good or service is capable of being distinct) and the Company's promise to transfer the good or service to the customer is separately identifiable from other promises in the contract (that is, the good or service is distinct within the context of the contract).

Revenue is measured based on the consideration to which the Company expects to be entitled in a contract with a customer and excludes amounts collected on behalf of third parties. The Company recognises revenue when it transfers control of a product or service to a customer.

4. Material accounting policy information (continued)

Revenue (continued)

- **Rendering of services**

  Rendering of services - over time:
  Revenue from rendering of services is recognised over time while the Company satisfies its performance obligation by transferring control over the promised service to the customer in the accounting period in which the services are rendered.

  For fixed price contracts, revenue is recognised based on the actual service provided to the end of the reporting period as a proportion of the total services to be provided because the customer receives and uses the benefits simultaneously.

  The input method is used to measure progress toward completion of the performance obligation as it provides a faithful depiction of the transfer of the control of the services to the customer.

  Rendering of services - at a point in time:
  The Company concluded that it transfers control over its services at a point in time, upon receipt by the customer of the service, because this is when the customer benefits from the relevant service.

- **Interest income**

  Interest income is recognised on a time-proportion basis using the effective interest method.

- **Dividend income**

  Dividends are received from financial assets measured at fair value through profit or loss (FVTPL) and at fair value through other comprehensive income (FVOCI). Dividends are recognised as other income in profit or loss when the right to receive payment is established. This applies even if they are paid out of pre-acquisition profits, unless the dividend clearly represents a recovery of part of the cost of an investment. In this case, the dividend is recognised in OCI if it relates to an investment measured at FVOCI.

Finance costs

Interest expense and other borrowing costs are charged to profit or loss as incurred.

Tax

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current tax liabilities and assets are measured at the amount expected to be paid to or recovered from the taxation authorities, using the tax rates and laws that have been enacted, or substantively enacted, by the reporting date.

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Currently enacted tax rates are used in the determination of deferred tax.

Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when the deferred taxes relate to the same fiscal authority.

4. Material accounting policy information (continued)

Dividends

Dividend distribution to the Company's shareholders is recognised in the Company's financial statements in the year in which they are approved by the Company's shareholders.

Computer software - platform

Costs that are directly associated with identifiable and unique computer software products controlled by the Company and that will probably generate economic benefits exceeding costs beyond one year are recognised as intangible assets. Subsequently computer software is carried at cost less any accumulated amortisation and any accumulated impairment losses. Expenditure which enhances or extends the performance of computer software programs beyond their original specifications is recognised as a capital improvement and added to the original cost of the computer software. Costs associated with maintenance of computer software programs are recognised as an expense when incurred. Computer software costs are amortised using the straight-line method over their useful lives, not exceeding a period of three years. Amortisation commences when the computer software is available for use.

An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, are recognised in profit or loss when the asset is derecognised.

Impairment of non-financial assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to depreciation or amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units). Non financial assets, other than goodwill, that have suffered an impairment are reviewed for possible reversal of the impairment at each reporting date.

Financial assets - Classification

The Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through OCI or through profit or loss), and
- those to be measured at amortised cost.

The classification and subsequent measurement of debt financial assets depends on: (i) the Company's business model for managing the related assets portfolio and (ii) the cash flow characteristics of the asset. On initial recognition, the Company may irrevocably designate a debt financial asset that otherwise meets the requirements to be measured at amortized cost or at FVOCI or at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

For investments in equity instruments that are not held for trading, the classification will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income (FVOCI). This election is made on an investment-by-investment basis.

All other financial assets are classified as measured at FVTPL.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or OCI. For investments in equity instruments that are not held for trading, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income (FVOCI).

4. Material accounting policy information (continued)

Financial assets - Recognition and derecognition

All purchases and sales of financial assets that require delivery within the time frame established by regulation or market convention (''regular way'' purchases and sales) are recorded at trade date, which is the date when the Company commits to deliver a financial instrument. All other purchases and sales are recognised when the entity becomes a party to the contractual provisions of the instrument.

Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Company has transferred substantially all the risks and rewards of ownership.

Financial assets - Measurement

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss (FVTPL), transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at FVTPL are expensed in profit or loss. Fair value at initial recognition is best evidenced by the transaction price. A gain or loss on initial recognition is only recorded if there is a difference between fair value and transaction price which can be evidenced by other observable current market transactions in the same instrument or by a valuation technique whose inputs include only data from observable markets.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Financial assets - impairment - credit loss allowance for ECL

The Company assesses on a forward-looking basis the ECL for debt instruments (including loans) measured at amortised cost and FVOCI and exposure arising from loan commitments and financial guarantee contracts. The Company measures ECL and recognises credit loss allowance at each reporting date. The measurement of ECL reflects: (i) an unbiased and probability weighted amount that is determined by evaluating a range of possible outcomes, (ii) time value of money and (iii) all reasonable and supportable information that is available without undue cost and effort at the end of each reporting period about past events, current conditions and forecasts of future conditions.

The carrying amount of the financial assets is reduced through the use of an allowance account, and the amount of the loss is recognised in the separate statement of profit or loss and other comprehensive income within ''net impairment losses on financial and contract assets. Subsequent recoveries of amounts for which loss allowance was previously recognised are credited against the same line item.

For trade receivables and contract assets, including trade receivables and contract assets with a significant financing component, and lease receivables the Company applies the simplified approach permitted by IFRS 9, which requires lifetime expected credit losses to be recognised from initial recognition of the financial assets.

Financial assets in Stage 1 have their ECL measured at an amount equal to the portion of lifetime ECL that results from default events possible within the next 12 months or until contractual maturity, if shorter (''12 Months ECL''). If the Company identifies a significant increase in credit risk (''SICR'') since initial recognition, the asset is transferred to Stage 2 and its ECL is measured based on ECL on a lifetime basis, that is, up until contractual maturity but considering expected prepayments, if any (''Lifetime ECL''). Refer to note 6, Credit risk section, for a description of how the Company determines when a SICR has occurred. If the Company determines that a financial asset is credit-impaired, the asset is transferred to Stage 3 and its ECL is measured as a Lifetime ECL. The Company's definition of credit impaired assets and definition of default is explained in note 6, Credit risk section.

Additionally the Company has decided to use the low credit risk assessment exemption for investment grade financial assets. Refer to note 6, Credit risk section for a description of how the Company determines low credit risk financial assets.

4. Material accounting policy information (continued)

Financial assets - Reclassification

Financial instruments are reclassified only when the business model for managing those assets changes. The reclassification has a prospective effect and takes place from the start of the first reporting period following the change.

Financial assets - write-off

Financial assets are written-off, in whole or in part, when the Company exhausted all practical recovery efforts and has concluded that there is no reasonable expectation of recovery. The write-off represents a derecognition event. The Company may write-off financial assets that are still subject to enforcement activity when the Company seeks to recover amounts that are contractually due, however, there is no reasonable expectation of recovery.

Financial assets - modification

The Company sometimes renegotiates or otherwise modifies the contractual terms of the financial assets. The Company assesses whether the modification of contractual cash flows is substantial considering, among other, the following factors: any new contractual terms that substantially affect the risk profile of the asset (e.g. profit share or equity-based return), significant change in interest rate, change in the currency denomination, new collateral or credit enhancement that significantly affects the credit risk associated with the asset or a significant extension of a loan when the borrower is not in financial difficulties.

If the modified terms are substantially different, the rights to cash flows from the original asset expire and the Company derecognises the original financial asset and recognises a new asset at its fair value. The date of renegotiation is considered to be the date of initial recognition for subsequent impairment calculation purposes, including determining whether a SICR has occurred. The Company also assesses whether the new loan or debt instrument meets the SPPI criterion. Any difference between the carrying amount of the original asset derecognised and fair value of the new substantially modified asset is recognised in profit or loss, unless the substance of the difference is attributed to a capital transaction with owners.

In a situation where the renegotiation was driven by financial difficulties of the counterparty and inability to make the originally agreed payments, the Company compares the original and revised expected cash flows to assets whether the risks and rewards of the asset are substantially different as a result of the contractual modification. If the risks and rewards do not change, the modified asset is not substantially different from the original asset and the modification does not result in derecognition. The Company recalculates the gross carrying amount by discounting the modified contractual cash flows by the original effective interest rate, and recognises a modification gain or loss in profit or loss.

Cash and cash equivalents

For the purpose of the separate cash flow statement, cash and cash equivalents comprise cash at bank. Cash and cash equivalents are carried at amortised cost because: (i) they are held for collection of contractual cash flows and those cash flows represent SPPI, and (ii) they are not designated at FVTPL.

Classification as trade receivables

Trade receivables are amounts due from customers for goods sold or services performed in the ordinary course of business. If collection is expected in one year or less (or in the normal operating cycle of the business if longer), they are classified as current assets. If not, they are presented as non-current assets. Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less loss allowance.

4. Material accounting policy information (continued)

Classification as trade receivables (continued)

Trade receivables are recognised initially at the amount of consideration that is unconditional unless they contain significant financing components, in which case they are recognised at fair value. The Company holds the trade receivables with the objective to collect the contractual cash flows and therefore measures them subsequently at amortised cost using the effective interest method.

Trade receivables are also subject to the impairment requirements of IFRS 9. The Company applies the IFRS 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade receivables. See note 6, Credit risk section.

Trade receivables are written off when there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include, amongst others, the failure of a debtor to engage in a repayment plan with the Company, and a failure to make contractual payments for a period of greater than 180 days past due.

Credit related commitments

The Company issues commitments to provide loans. Such commitments are initially recognised at their fair value, which is normally evidenced by the amount of fees received. This amount is amortised on a straight-line basis over the life of the commitment, except for commitments to originate loans if it is probable that the Company will enter into a specific lending arrangement and does not expect to sell the resulting loan shortly after origination; such loan commitment fees are deferred and included in the carrying value of the loan on initial recognition. At the end of each reporting period, the commitments are measured at (i) the remaining unamortised balance of the amount at initial recognition, plus (ii) the amount of the loss allowance determined based on the expected credit loss model, unless the commitment is to provide a loan at a below market interest rate, in which case the measurement is at the higher of these two amounts. The carrying amount of the loan commitments represents a liability. For contracts that include both a loan and an undrawn commitment and where the Company cannot separately distinguish the ECL on the undrawn loan component from the loan component, the ECL on the undrawn commitment is recognised together with the loss allowance for the loan. To the extent that the combined ECLs exceed the gross carrying amount of the loan, they are recognised as a liability.

Financial liabilities - measurement categories

Financial liabilities are initially recognised at fair value and classified as subsequently measured at amortised cost, except for (i) financial liabilities at FVTPL: this classification is applied to derivatives, financial liabilities held for trading (e.g. short positions in securities), contingent consideration recognised by an acquirer in a business combination and other financial liabilities designated as such at initial recognition and (ii) financial guarantee contracts and loan commitments.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.

Trade payables

Trade payables are initially measured at fair value and are subsequently measured at amortised cost, using the effective interest rate method.

4. Material accounting policy information (continued)

Financial liabilities - Modifications

An exchange between the Company and its original lenders of debt instruments with substantially different terms, as well as substantial modifications of the terms and conditions of existing financial liabilities, are accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The terms are substantially different if the discounted present value of the cash flows under the new terms, including any fees paid net of any fees received and discounted using the original effective interest rate, is at least 10% different from the discounted present value of the remaining cash flows of the original financial liability. (In addition, other qualitative factors, such as the currency that the instrument is denominated in, changes in the type of interest rate, new conversion features attached to the instrument and change in loan covenants are also considered.)

If an exchange of debt instruments or modification of terms is accounted for as an extinguishment, any costs or fees incurred are recognised as part of the gain or loss on the extinguishment. If the exchange or modification is not accounted for as an extinguishment, any costs or fees incurred adjust the carrying amount of the liability and are amortised over the remaining term of the modified liability.

Modifications of liabilities that do not result in extinguishment are accounted for as a change in estimate using a cumulative catch up method, with any gain or loss recognised in profit or loss, unless the economic substance of the difference in carrying values is attributed to a capital transaction with owners and is recognised directly to equity.

Borrowing costs are interest and other costs that the Company incurs in connection with the borrowing of funds, including interest on borrowings, amortisation of discounts or premium relating to borrowings, amortisation of ancillary costs incurred in connection with the arrangement of borrowings, finance lease charges and exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs.

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset, being an asset that necessarily takes a substantial period of time to get ready for its intended use or sale, are capitalised as part of the cost of that asset, when it is probable that they will result in future economic benefits to the Company and the costs can be measured reliably.

Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the separate statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the asset and settle the liability simultaneously. This is not generally the case with master netting agreements, and the related assets and liabilities are presented gross in the separate statement of financial position.

Share capital

Ordinary shares are classified as equity. The difference between the fair value of the consideration received by the Company and the nominal value of the share capital being issued is taken to the share premium account.

5. New accounting pronouncements

Standards issued but not yet effective

Up to the date of approval of the separate financial statements, certain new standards, interpretations and amendments to existing standards have been published that are not yet effective for the current reporting period and which the Company has not early adopted, as follows:

(i) Issued by the IASB and adopted by the European Union

New standards

- *IFRS 18 Presentation and Disclosure in Financial Statements (issued on 9 April 2024) (effective for annual periods beginning on or after 1 January 2027).*

Amendments

- *Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7) (issued on 30 May 2024) (effective for annual periods beginning on or after 1 January 2026).*
- *Contracts Referencing Nature-dependent Electricity – Amendments to IFRS 9 and IFRS 7 (issued on 18 December 2024) (effective for annual periods beginning on or after 1 January 2026).*
- *Annual Improvements Volume 11 (issued on 18 July 2024) (effective for annual periods beginning on or after 1 January 2026)*

(ii) Issued by the IASB but not yet adopted by the European Union

New standards

- *IFRS 19 Subsidiaries without Public Accountability: Disclosures (issued on 9 May 2024) (effective for annual periods beginning on or after 1 January 2027).*

Amendments

- *Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates: Translation to a Hyperinflationary Presentation Currency (issued on 13 November 2025) (effective for annual periods beginning on or after 1 January 2027).*
- *Amendments to IFRS 19 Subsidiaries without Public Accountability: Disclosures (issued on 21 August 2025) (effective for annual periods beginning on or after 1 January 2027).*

The above are expected to have no significant impact on the Company's separate financial statements when they become effective.

6. Financial risk management

Financial risk factors
The Company is exposed to interest rate risk, credit risk, liquidity risk and capital risk management arising from the financial instruments it holds. The risk management policies employed by the Company to manage these risks are discussed below:

6.1 Interest rate risk
Interest rate risk is the risk that the value of financial instruments will fluctuate due to changes in market interest rates. The Company's income and operating cash flows are substantially independent of changes in market interest rates as the Company has no significant interest-bearing assets. The Company is exposed to interest rate risk in relation to its non-current borrowings. Borrowings issued at variable rates expose the Company to cash flow interest rate risk. Borrowings issued at fixed rates expose the Company to fair value interest rate risk. The Company's Management monitors the interest rate fluctuations on a continuous basis and acts accordingly.

6.2 Credit risk
Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to meet an obligation. Credit risk arises cash and cash equivalents including outstanding receivables and contract assets as well as lease receivables. Further, credit risk arises from financial guarantees and credit related commitments.

6. Financial risk management (continued)

6.2 Credit risk (continued)

(i) Impairment of financial assets

The Company has the following types of financial assets that are subject to the expected credit loss model:

- trade receivables
- cash and cash equivalents
- credit commitments

The impairment methodology applied by the Company for calculating expected credit losses depends on the type of financial asset assessed for impairment. Specifically:

- For trade receivables the Company applies the simplified approach permitted by IFRS 9, which requires lifetime expected losses to be recognised from initial recognition of the financial assets.
- For all other financial assets that are subject to impairment under IFRS 9, the Company applies general approach - three stage model for impairment. The Company applies a three-stage model for impairment, based on changes in credit quality since initial recognition. A financial asset that is not credit-impaired on initial recognition is classified in Stage 1. Financial assets in Stage 1 have their ECL measured at an amount equal to the portion of lifetime ECL that results from default events possible within the next 12 months or until contractual maturity, if shorter (''12 Months ECL''). If the Company identifies a significant increase in credit risk (''SICR'') since initial recognition, the asset is transferred to Stage 2 and its ECL is measured based on ECL on a lifetime basis, that is, up until contractual maturity but considering expected prepayments, if any (''Lifetime ECL''). If the Company determines that a financial asset is credit-impaired, the asset is transferred to Stage 3 and its ECL is measured as a Lifetime ECL.

Impairment losses are presented as net impairment losses on financial and contract assets within operating profit. Subsequent recoveries of amounts previously written off are credited against the same line item.

Trade receivables and contract assets

The Company applies the IFRS 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade receivables (including those with a significant financing component, and contract assets.

To measure the expected credit losses, trade receivables and contract assets have been grouped based on shared credit risk characteristics and the days past due. The contract assets relate to unbilled work in progress and have substantially the same risk characteristics as the trade receivables for the same types of contracts. The Company has therefore concluded that the expected loss rates for trade receivables are a reasonable approximation of the loss rates for the contract assets.

There were no significant trade receivable and contract asset balances written off during the year that are subject to enforcement activity.

Receivables from related parties

For receivables from related parties lifetime ECL was provided for them upon initial application of IFRS 9 until these financial assets are derecognised as it was determined on initial application of IFRS 9 that it would require undue cost and effort to determine whether their credit risk has increased significantly since initial recognition to the date of initial application of IFRS 9.

The Company does not hold any collateral as security for any receivables from related parties.

There were no significant receivables from related parties written off during the year that are subject to enforcement activity.

6. Financial risk management (continued)

6.2 Credit risk (continued)

(i) Impairment of financial assets (continued)

Cash and cash equivalents

The Company assesses, on a group basis, its exposure to credit risk arising from cash at bank. This assessment takes into account, ratings from external credit rating institutions and internal ratings, if external are not available.

Bank deposits held with banks with investment grade rating are considered as low credit risk.

The Company does not hold any collateral as security for any cash at bank balances.

There were no significant cash at bank balances written off during the year that are subject to enforcement activity.

(ii) Net impairment losses on financial and contract assets recognised in profit or loss

During the year, the following gains/(losses) were recognised in profit or loss in relation to impaired financial assets and contract assets:

Impairment losses	**2025**	2024
	€	€
Impairment charge - loans receivable	**(2.902.714)**	-
Net impairment loss on financial and contract assets	**(2.902.714)**	-

(iii) Credit related commitments

The primary purpose of these instruments is to ensure that funds are available to a borrower as required. Guarantees which represent irrevocable assurances that the Company will make payments in the event that a counterparty cannot meet its obligations to third parties, carry the same credit risk as loans receivable. Commitments to extend credit represent unused portions of authorisations to extend credit in the form of loans or guarantees. With respect to credit risk on commitments to extend credit, the Company is potentially exposed to loss in an amount equal to the total unused commitments, if the unused amounts were to be drawn down. The Company monitors the term to maturity of credit related commitments, because longer-term commitments generally have a greater degree of credit risk than shorter-term commitments.

6.3 Liquidity risk
Liquidity risk is the risk that arises when the maturity of assets and liabilities does not match. An unmatched position potentially enhances profitability but can also increase the risk of losses. The Company has procedures with the object of minimising such losses such as maintaining sufficient cash and other highly liquid current assets and by having available an adequate amount of committed credit facilities.

6.4 Capital risk management
Capital includes equity shares and share premium.

The Company manages its capital to ensure that it will be able to continue as a going concern while maximising the return to shareholders through the optimisation of the debt and equity balance. The Company's overall strategy remains unchanged from last year.

7. Critical accounting estimates and judgments

The preparation of financial statements in conformity with IFRS Accounting Standards requires the use of certain critical accounting estimates and requires Management to exercise its judgment in the process of applying the Company's accounting policies. It also requires the use of assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on Management's best knowledge of current events and actions, actual results may ultimately differ from those estimates.

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

- **Calculation of loss allowance**

  When measuring expected credit losses the Company uses reasonable and supportable forward looking information, which is based on assumptions for the future movement of different economic drivers and how these drivers will affect each other.

  Loss given default is an estimate of the loss arising on default. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, taking into account cash flows from collateral and integral credit enhancements.

  Probability of default constitutes a key input in measuring ECL. Probability of default is an estimate of the likelihood of default over a given time horizon, the calculation of which includes historical data, assumptions and expectations of future conditions.

- **Income taxes**

  Significant judgment is required in determining the provision for income taxes. There are transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Company recognises liabilities for anticipated tax audit issues based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made.

Critical judgements in applying the Company's accounting policies

- **Impairment of investments in subsidiaries**

  The Company periodically evaluates the recoverability of investments in subsidiaries whenever indicators of impairment are present. Indicators of impairment include such items as declines in revenues, earnings or cash flows or material adverse changes in the economic or political stability of a particular country, which may indicate that the carrying amount of an asset is not recoverable. If facts and circumstances indicate that investment in subsidiaries may be impaired, the estimated future discounted cash flows associated with these subsidiaries would be compared to their carrying amounts to determine if a write-down to fair value is necessary.

7. Critical accounting estimates and judgments (continued)

- **Impairment of loans receivable**

  The Company periodically evaluates the recoverability of loans receivable whenever indicators of impairment are present. Indicators of impairment include such items as declines in revenues, earnings or cash flows or material adverse changes in the economic or political stability of a particular country in which the borrower operates, which may indicate that the carrying amount of the loan is not recoverable. If facts and circumstances indicate that loans receivable may be impaired, the estimated future discounted cash flows associated with these loans would be compared to their carrying amounts to determine if a write-down to fair value is necessary.

- **Impairment of financial assets**

  The loss allowances for financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period. Details of the key assumptions and inputs used are disclosed in note 6, Credit risk section.

- **Impairment of intangible assets**

  Intangible assets are initially recorded at acquisition cost and are amortized on a straight line basis over their useful economic life. Intangible assets that are acquired through a business combination are initially recorded at fair value at the date of acquisition. Intangible assets with indefinite useful life are reviewed for impairment at least once per year. The impairment test is performed using the discounted cash flows expected to be generated through the use of the intangible assets, using a discount rate that reflects the current market estimations and the risks associated with the asset. When it is impractical to estimate the recoverable amount of an asset, the Company estimates the recoverable amount of the cash generating unit in which the asset belongs to.

8. Revenue

Disaggregation of revenue	**2025**	2024
	€	€
Rendering of services	**368.777**	1.556.524
	368.777	1.556.524

9. Expenses by nature

	2025	2024
	€	€
Raw materials and consumables used	**360.673**	1.515.614
Staff costs (Note 10)	**1.030**	-
Auditors' remuneration	**10.115**	16.660
Impairment losses on financial and contract assets	**2.902.714**	-
Other expenses	**117.548**	97.117
Total expenses	**3.392.080**	1.629.391

10. Staff costs

	2025	2024
	€	€
Salaries	**892**	-
Social security costs	**94**	-
GHS contribution	**26**	-
Social cohesion fund	**18**	-
	1.030	-
Average number of employees	**1**	-

11. Finance costs

	2025	2024
	€	€
Interest expense	**282.970**	123.255
Sundry finance expenses	**9.124**	9.476
Finance costs	**292.094**	132.731

12. Tax

	2025	2024
	€	€
Deferred tax - charge (Note 20)	**227.825**	309.453
Charge for the year	**227.825**	309.453

The tax on the Company's profit before tax differs from theoretical amount that would arise using the applicable tax rates as follows:

	2025	2024
	€	€
Profit before tax	**593.830**	3.229.673
Tax calculated at the applicable tax rates	**74.229**	403.709
Tax effect of expenses not deductible for tax purposes	**390.628**	20.486
Tax effect of allowances and income not subject to tax	**(514.063)**	(446.768)
Tax effect of tax loss for the year	**49.206**	22.573
Deferred tax	**227.825**	309.453
Tax charge	**227.825**	309.453

The corporation tax rate is 12,5% (15% from 1 January 2026).

Under certain conditions interest income earned until 31 December 2025 may be subject to defence contribution at the rate of 17%. In such cases this interest income will be exempt from corporation tax. From 1 January 2026, interest income is only subject to corporation tax. In certain cases, dividends received from abroad may be subject to defence contribution at the rate of 5% (Up to31 December 2025: 17%).

Gains on disposal of qualifying titles (including shares, bonds, debentures, rights thereon etc) are exempt from Cyprus income tax.

12. Tax (continued)

Due to tax losses sustained in the year, no tax liability arises on the Company. Under current legislation, tax losses may be carried forward and be set off against taxable income of the five succeeding years. From 1 January 2026, tax losses may be carried forward and be set off against taxable income of the seven succeeding years.

13. Dividends

	2025	2024
	€	€
Final dividend paid	**4.500.300**	410.000
	4.500.300	410.000

On 31 December 2023 the Company in General Meeting declared the payment of a final dividend of €4.500.300 for the year ended 31st December 2023 (2024: €410.000 for the year ended 31st December 2022).

Dividends paid out of profits of profits for tax years up and including 2025 are subject to a withholding of special contribution for defence at 17% for individual shareholders that are both Cyprus tax resident and Cyprus domiciled. From 1 January 2026, dividends distributed from 2026 profits onwards are subject to withholding of special contribution for defence at a rate of 5% and in certain cases at a rate of 10%/17%. Dividends to Cyprus tax resident and Cyprus domiciled are also subject to a 2,65% contribution to the General Healthcare System.

14. Intangible assets

	Computer software - platform
	€
Cost	
Balance at 1 January 2024	5.200.000
Balance at 31 December 2024/ 1 January 2025	**5.200.000**
Balance at 31 December 2025	**5.200.000**
Amortisation	
Balance at 1 January 2024	5.200.000
Balance at 31 December 2024/ 1 January 2025	**5.200.000**
Balance at 31 December 2025	**5.200.000**
Net book amount	
Balance at 31 December 2025	**-**
Balance at 31 December 2024	**-**

15. Investments in subsidiaries

	2025	2024
	€	€
Balance at 1 January	**25.412.908**	25.308.907
Additions	**5.460.658**	104.001
Balance at 31 December	**30.873.566**	25.412.908

The details of the subsidiaries are as follows:

Name	Country of incorporation	Principal activities	Holding %	**2025** **€**	2024 €
Nelt Doo	Bosnia Herzegovina	Wholesale and retail	85	**4.669.680**	3.537.680
Neregelia Podgorica d.o.o	Montenegro	Wholesale and retail	100	**4.461.160**	4.461.160
Nelt Co	Serbia	Wholesale and retail	100	**85.987**	85.987
NELO ENERGY D.O.O.	Serbia	Wholesale and retail	100	**492**	500
NELT S.T	F.Y.R.O.M	Wholesale and retail	100	**10.175.000**	10.175.000
Nelt Line	F.Y.R.O.M	Wholesale and retail	100	**5.000**	5.000
NELO SOLAR D.O.O.	Serbia	Wholesale and retail	100	**8**	-
NELT LLC	Kosovo	Wholesale and retail	100	**1.478.580**	1.478.580
Chips way	Serbia	Wholesale and retail	35	**7.389.658**	3.500.000
Nelt Sh.P.K. Albania	Albania	Wholesale and retail	100	**1.351.250**	1.351.250
Bondea Investments Ltd	Cyprus	Investments	51	**5.100**	5.100
Nelt Europe Ltd	Croatia	Wholesale and retail	100	**752.650**	752.650
Nelt Properties Ltd	Serbia	Property	100	**1**	1
Nelt Corp. S.R.L.	Romania	Wholesale and retail	100	**499.000**	60.000
				30.873.566	25.412.908

16. Trade and other receivables

	2025	2024
	€	€
Trade receivables	**1.914.685**	2.168.924
Loans receivable	**11.060.544**	12.098.983
VAT	**1.318**	1.332
	12.976.547	14.269.239

The fair values of trade and other receivables due within one year approximate to their carrying amounts as presented above.

The exposure of the Company to credit risk and impairment losses in relation to trade and other receivables is reported in note 6 of the separate financial statements.

17. Cash at bank and in hand

Cash balances are analysed as follows:

	2025	2024
	€	€
Cash at bank	**724.837**	21.883
	724.837	21.883

The exposure of the Company to credit risk and impairment losses in relation to cash and cash equivalents is reported in note 6 of the separate financial statements.

18. Share capital

	2025 Number of shares	**2025 €**	2024 Number of shares	2024 €
Authorised				
Ordinary shares of €1,71 each	10.000	17.100	10.000	17.100
Ordinary shares of €1 each	2.000	2.000	2.000	2.000
	12.000	**19.100**	12.000	19.100
Issued and fully paid				
Balance at 1 January	12.000	19.100	12.000	19.100
Balance at 31 December	**12.000**	**19.100**	12.000	19.100

19. Borrowings

	2025	2024
	€	€
Non-current borrowings		
Loans from subsidiaries (Note 23.5)	**10.088.705**	4.635.735

Maturity of non-current borrowings:

	2025	2024
	€	€
Between two and five years	**10.088.705**	4.635.735

The bank loans are secured as follows:

The weighted average effective interest rates at the reporting date were as follows:

	2025	2024
	%	%
Loans from subsidiaries	**5%**	5%

20. Deferred tax

Deferred tax is calculated in full on all temporary differences under the liability method using the applicable tax rates (Note 12). The enacted corporation tax rate at 31 December 2025 and applicable as of 1 January 2026 is 15%.

20. Deferred tax (continued)

Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilised.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when the deferred taxes relate to the same fiscal authority.

The movement on the deferred taxation account is as follows:

Deferred tax assets

	Tax losses
	€
Balance at 1 January 2024	825.947
Charged/(credited) to:	
Statement of profit or loss and other comprehensive income (Note 12)	(309.453)
Balance at 31 December 2024/ 1 January 2025	**516.494**
Charged/(credited) to:	
Statement of profit or loss and other comprehensive income (Note 12)	(227.825)
Balance at 31 December 2025	**288.669**

21. Trade and other payables

	2025	2024
	€	€
Trade payables	**22.158**	-
Accruals	**10.115**	10.115
	32.273	10.115

The fair values of trade and other payables due within one year approximate to their carrying amounts as presented above.

22. Operating Environment of the Company

On 31 December 2025, Cyprus enacted significant tax reform measures, with most changes effective from 1 January 2026. Among the most notable changes anticipated to impact most companies are, without limitation, the increase in the corporate income tax rate from 12.5% to 15%, the extension of the corporation tax loss carry forward period from 5 to 7 years, the abolishment of the deemed dividend distribution rules for corporate profits earned after 1 January 2026.

Although current tax balances for reporting periods ending before 1 January 2026 are not affected by the tax reform, some of the new rules introduced will, in certain cases, require the remeasurement of deferred tax assets and liabilities at the revised corporate tax rate and/or lead to the recognition of deferred tax balances that were previously unrecognised, for periods ending after the enactment date of the tax reform but before 1 January 2026.

On 28 February 2026, the geopolitical situation in the Middle East escalated due to the armed conflict. The situation has created heightened uncertainty in international relations and financial markets, with potential implications for global trade, energy supply, and overall economic stability.

Although the conflict is taking place outside Cyprus, it may have indirect effects on the Cypriot economy, given its openness and reliance on international trade, tourism, shipping, and financial services. Potential consequences include volatility in energy and commodity prices, disruptions in global supply chains, fluctuations in foreign exchange and capital markets, and heightened uncertainty in sectors such as tourism and transport. The extent and duration of these effects remain uncertain and cannot be reliably estimated at this stage.

NOTES TO THE SEPARATE FINANCIAL STATEMENTS
31 December 2025

23. Related party transactions

The following transactions were carried out with related parties:

23.1 Directors' remuneration

The remuneration of Directors and other members of key management was as follows:

	2025	2024
	€	€
Directors' fees	**2.000**	1.071

23.2 Receivables from related parties

	2025	2024
Name	**€**	€
Restrampello Holdings Ltd	**2.336**	298
Bondea Investments Ltd	**31.222**	31.222
	33.558	31.520

23.3 Loans to related parties

	2025	2024
Name	**€**	€
Nelt Europe Ltd	**27.027**	27.027
Nelt Zambia	**831.185**	780.721
Bondea Investments Ltd	**603.150**	235.150
Chips way d.o.o	**-**	746.142
Nelt L.L.C. Kosovo	**2.511.206**	1.914.978
Nelt Mozambique	**4.345.400**	2.768.339
Nelt Angola	**2.716.776**	2.716.776
	11.034.744	9.189.133

23.4 Payables to related parties

	2025	2024
Name	**€**	€
Tymarsia Holdings Ltd	**3.545.208**	1.897.058
Restrampello Holdings Ltd	**4.535.753**	2.879.603
	8.080.961	4.776.661

23.5 Loans from related parties (Note 19)

	2025	2024
Name	**€**	€
Nelt Co. Ltd	**1.338.497**	1.288.069
Prelimio Holdings Limited	**3.162.300**	1.992.300
Neregelia Podgorica MNE	**5.587.908**	1.355.366
	10.088.705	4.635.735

24. Contingent liabilities

The Company had no contingent liabilities as at 31 December 2025.

25. Commitments

The Company had no capital or other commitments as at 31 December 2025.

26. Events after the reporting period

On 31 December 2025, Cyprus enacted significant tax reform measures aimed at stimulating economic growth and enhancing tax compliance, with most changes effective from 1 January 2026. The tax reform includes amendments to six tax laws, namely the Income Tax law, the Special Contribution for Defence law, the Capital Gains Tax law, the Assessment and Collection of Taxes law, the Collection of Taxes law and the Stamp Duty law. Amongst the changes is the increase in the corporate income tax rate from 12,5% to 15%.

As explained in note 22 the geopolitical situation in Middle East intensified on 28 February 2026 due to the armed conflict. As of the date of authorization of the financial statements, the conflict continues to evolve as military activity persists.

Independent auditor's report on pages 4 to 6

NEREGELIA TRADING LIMITED

ADDITIONAL INFORMATION TO THE SEPARATE STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

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NEREGELIA TRADING LIMITED

DETAILED INCOME STATEMENT
31 December 2025

	Page	**2025** **€**	2024 €
Revenue			
Rendering of services		**368.777**	1.556.524
Dividend income		**3.592.500**	3.054.144
Loan interest income		**316.727**	381.127
Cost of sales	2	**(360.673)**	(1.515.614)
Gross profit		**3.917.331**	3.476.181
Operating expenses			
Administration expenses	3	**(128.693)**	(113.777)
		3.788.638	3.362.404
Other operating expenses			
Impairment charge - loans receivable		**(2.902.714)**	-
Operating profit		**885.924**	3.362.404
Finance costs	4	**(292.094)**	(132.731)
Net profit for the year before tax		**593.830**	3.229.673

NEREGELIA TRADING LIMITED

COST OF SALES
31 December 2025

	2025 €	2024 €
Cost of sales		
Purchases	**360.673**	1.515.614
	360.673	1.515.614

NEREGELIA TRADING LIMITED

OPERATING EXPENSES
31 December 2025

	2025	2024
	€	€
Administration expenses		
Staff salaries	**892**	-
Social insurance	**94**	-
GHS contribution	**26**	-
Social cohesion fund	**18**	-
Other Professional taxes	**-**	472
Courier expenses	**-**	587
Subscriptions and contributions	**300**	300
Auditors' remuneration - current year	**10.115**	10.115
Auditors' remuneration - prior years	**-**	6.545
Secretarial fees	**450**	536
Registered office fees	**450**	357
Legal and professional	**12.110**	18.473
Directors' fees	**2.000**	1.071
Fines	**61**	22
Consulting fees	**101.582**	75.299
Rent of space	**595**	-
	128.693	113.777

NEREGELIA TRADING LIMITED

FINANCE COSTS
31 December 2025

	2025	2024
	€	€
Finance costs		
Interest expense		
Loan interest	**282.970**	123.255
Sundry finance expenses		
Bank charges	**9.124**	9.476
	292.094	132.731

NEREGELIA TRADING LIMITED

COMPUTATION OF WEAR AND TEAR ALLOWANCES
31 December 2025

			COST				ANNUAL ALLOWANCES				
	Year	%	Balance 1/1/2025 €	Additions for the year €	Disposals for the year €	Balance 31/12/2025 €	Balance 1/1/2025 €	Charge for the year €	On disposals €	Balance 31/12/2025 €	Net value 31/12/2025 €
Platform											
Cost	2016	10	5.200.000	-	-	5.200.000	3.640.000	520.000	-	4.160.000	1.040.000
			5.200.000	-	-	5.200.000	3.640.000	520.000	-	4.160.000	1.040.000

NEREGELIA TRADING LIMITED

COMPUTATION OF CORPORATION TAX
31 December 2025

	Page	€	€
Net profit per income statement	1		593.830
Add:			
Benefit from transactions falling under Article 33		222.251	
Impairment charge - loans receivable		2.902.714	
Fines		61	
			3.125.026
			3.718.856
Less:			
Annual wear and tear allowances	5	520.000	
Dividends received		3.592.500	
			(4.112.500)
Net loss for the year			(393.644)
Loss brought forward			(4.131.951)
Loss			**(4.525.595)**
Unutilised loss of the year 2020 not carried forward			2.216.244
Net loss carried forward			**(2.309.351)**

CALCULATION OF TAX LOSSES FOR THE FIVE-YEAR PERIOD

Tax year	Profits/(losses) for the tax year	Gains Offset	
	€	Amount €	Year
2020	(2.216.244)	-	
2021	(1.717.022)	-	
2022	220.194	220.194	2019
2023	(18.105)	-	
2024	(180.580)	-	
2025	(393.644)	-	

Net loss carried forward	(2.309.351)