

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

December 31st, 2022

Table of contents

I. Independent Auditor's Opinion

II. Financial Statements

Balance Sheet

Income Statement

Notes to Financial Statements

III. Business Report

INDEPENDENT AUDITOR'S REPORT

To the Quota holders of ENVIEN Magyarország Kft.

Report on the Audit of Financial Statements

Opinion

We have audited the financial statements of ENVIEN Magyarország Kft. ("the Company") which comprise the balance sheet as of December 31, 2022 (in which the balance sheet total is EUR 26,869,317; the profit after tax for the year is EUR 3,321,171), the related income statement for the year then ended, and the notes to the financial statements, which include a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as of December 31, 2022, and of the results of its operations for the year then ended in accordance with the provisions of Act C of 2000 on Accounting ("Accounting Act"), in force in Hungary.

Basis for opinion

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

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

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

Other Matters

The financial statements of ENVIEN Magyarország Kft. for the year ended December 31, 2021, were audited by another auditor who expressed an unmodified audit opinion on those financial statements dated 27 April 2022.

Other information: the Business Report

The other information comprises the business report of the Company for the year 2022. Management is responsible for the preparation of the business report in accordance with the provisions of the Accounting Act and other relevant regulations. Our opinion expressed on the financial statements in the Independent Auditor's Report "Opinion" section does not relate to the business report.

mazars

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

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

In our opinion, the 2022 business report of ENVIEN Magyarország Kft. is consistent in all material aspects with the 2022 financial statements of ENVIEN Magyarország Kft., and the business report has been prepared in accordance with the relating provisions of the Accounting Act. As there is no other regulation prescribing further requirements for the business report, in this respect we do not express an opinion.

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

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

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

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

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

Auditor's responsibilities for the audit of the financial statements

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

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

We also:

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

Budapest, April 18, 2023

Philippe Michalak Budzan
Philippe Michalak Budzan
Partner

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

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

24328180-4621-113-08

Statistical Number

08-09-025056

Registration number

ENVIEN Magyarország Kft.

"A" BALANCE SHEET Assets

data in EURO

Number	Description	Prior year	Adjustments of prior years	Current year	
a	b	c	d	e	
1.	A FIXED ASSETS	(2,+10,+18.)	15 622 086	0	15 662 341
2.	I. INTANGIBLE ASSETS	(3, ..., 9.)	16 224	0	8 709
3.	1. Capitalized value of formation/restructuring expenses		0	0	0
4.	2. Capitalised value of research and development		0	0	0
5.	3. Rights and concessions		16 224	0	8 709
6.	4. Intellectual property		0	0	0
7.	5. Goodwill		0	0	0
8.	6. Advances on intangible assets		0	0	0
9.	7. Intangible assets revaluation adjustment		0	0	0
10.	II. TANGIBLE ASSETS	(11, ..., 17.)	5 862	0	53 632
11.	1. Land and buildings and related rights and concessions		0	0	0
12.	2. Plant, equipment, machinery, vehicles		0	0	0
13.	3. Other equipment, fittings, vehicles		5 862	0	49 635
14.	4. Breeding animals		0	0	0
15.	5. Assets under construction		0	0	0
16.	6. Advance paid for assets under construction		0	0	3 997
17.	7. Tangible assets revaluation adjustment		0	0	0
18.	III. FINANCIAL INVESTMENTS	(19, ..., 28.)	15 600 000	0	15 600 000
19.	1. Long-term participations in affiliated companies		0	0	0
20.	2. Long-term loans to affiliated companies		15 600 000	0	15 600 000
21.	3. Long-term major participating interests		0	0	0
22.	4. Long-term loans to companies linked by virtue of major participating interests		0	0	0
23.	5. Other long-term participations		0	0	0
24.	6. Long-term loans to other companies linked by virtue of participating interests		0	0	0
25.	7. Other long-term loans given		0	0	0
26.	8. Long-term debt securities		0	0	0
27.	9. Financial investments revaluation adjustment		0	0	0
28.	10. Valuation margin of financial investments		0	0	0
29.	B CURRENT ASSETS	(30,+37,+46,+53.)	6 156 482	0	10 992 681
30.	I. INVENTORIES	(28, ..., 36.)	22 571	0	0
31.	1. Raw materials and consumables		0	0	0
32.	2. Work in progress, intermediate and semi-finished products		0	0	0
33.	3. Animals for breeding and fattening and other livestock		0	0	0
34.	4. Finished products		0	0	0
35.	5. Goods		22 571	0	0
36.	6. Payments on account for inventories		0	0	0
37.	II. RECEIVABLES	(38, ..., 45.)	3 056 116	0	9 103 327
38.	1. Accounts receivable		1 000 646	0	2 285 553
39.	2. Amounts owed by affiliated companies		566 297	0	5 165 508
40.	3. Amounts owed by companies with which the company is linked by virtue of major participating interests		0	0	0
41.	4. Receivables from other companies linked by virtue of participating interests		0	0	0
42.	5. Notes receivable		0	0	0
43.	6. Other receivables		1 489 173	0	1 652 266
44.	7. Valuation margin of receivables		0	0	0
45.	8. Valuation margin of derivative instruments (+)		0	0	0
46.	III. SECURITIES	(47, ..., 52.)	0	0	0
47.	1. Shares in affiliated companies		0	0	0
48.	2. Major participating interests		0	0	0
49.	3. Other participating interests		0	0	0
50.	4. Own shares and own partnership shares		0	0	0
51.	5. Debt securities held for trading		0	0	0
52.	6. Valuation margin of securities		0	0	0
53.	IV. CASH AND BANK	(54,+55.)	3 077 795	0	1 889 354
54.	1. Petty cash, cheques		264	0	207
55.	2. Bank deposits		3 077 531	0	1 889 147
56.	C DEFERRED EXPENSES AND ACCRUED INCOME	(57, ..., 59.)	48 723	0	214 295
57.	1. Accrued income		48 723	0	0
58.	2. Prepaid expenses		0	0	214 295
59.	3. Deferred expenses		0	0	0
60.	TOTAL ASSETS	(1,+29,+56.)	21 827 291	0	26 869 317

Date:

Fehértó, 2023. április 18.



representative

24328180-4621-113-08

Statistical number

08-09-025056

Registration number

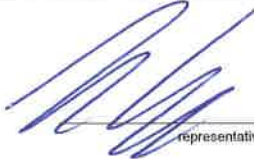
ENVNEN Magyarország Kft.
"A" BALANCE SHEET Liabilities

data in EURO

Number	Description	Prior year	Adjustments of prior year	Current year
a	b	c	d	e
61.	D SHAREHOLDERS' EQUITY (61,+62,+63 ... 73.)	843 496	0	4 152 175
62.	I. SUBSCRIBED CAPITAL	350 000	0	350 000
63.	II. SUBSCRIBED CAPITAL BUT UNPAID (-)	0	0	0
64.	III. CAPITAL RESERVES (+)	0	0	0
65.	IV. ACCUMULATED PROFIT RESERVE	1 737 031	0	2 610 649
66.	V. TIED UP RESERVE	0	0	0
67.	VI. REVALUATION RESERVE	-2 117 153	0	-2 129 645
68.	VII. Revaluation reserve for upwards revaluation	0	0	0
69.	Revaluation reserve for fair value revaluation	-2 117 153	0	-2 129 645
70.	VII. PROFIT OR LOSS AFTER TAX	873 618	0	3 321 171
73.	VII./2 Dividend payable from PROFIT OR LOSS AFTER TAX	-2 900 000	0	0
74.	E PROVISIONS (75 ... 77.)	0	0	0
75.	1. Provisions for expected liabilities	0	0	0
76.	2. Provisions for future costs	0	0	0
77.	3. Other provisions	0	0	0
78.	F LIABILITIES (78,+84,+94.)	20 583 986	0	22 402 636
79.	I. SUBORDINATED LIABILITIES (80 ... 83.)	0	0	0
80.	1. Subordinated liabilities to affiliated companies	0	0	0
81.	2. Subordinated liabilities to companies linked by virtue of major participating interests	0	0	0
82.	3. Subordinated liabilities to other companies linked by virtue of participating interests	0	0	0
83.	4. Other subordinated liabilities	0	0	0
84.	II. LONG TERM LIABILITIES (85 ... 93.)	14 905 149	0	13 741 412
85.	1. Long-term borrowings	0	0	0
86.	2. Convertible or equity bonds	0	0	0
87.	3. Debenture loans	14 905 149	0	13 741 412
88.	4. Investment and development loans	0	0	0
89.	5. Other long-term loans	0	0	0
90.	6. Long-term liabilities to affiliated companies	0	0	0
91.	7. Long-term liabilities to companies linked by virtue of major participating interest	0	0	0
92.	8. Long-term liabilities to other companies linked by virtue of participating interests	0	0	0
93.	9. Other long-term liabilities	0	0	0
94.	III. SHORT TERM LIABILITIES (95 ... 105.)	5 678 837	0	8 661 226
95.	1. Short-term borrowings	0	0	0
96.	2. Other short-term loans	0	0	0
97.	3. Advances received from customers	38 945	0	16 248
98.	4. Accounts payable	1 122 756	0	2 006 557
99.	5. Bills of exchange payable	0	0	0
100.	6. Short-term liabilities to affiliated companies	1 777 940	0	2 765 653
101.	7. Short-term liabilities to companies linked by virtue of major participating interest	0	0	0
102.	8. Short-term liabilities to other companies linked by virtue of participating interests	12 971	0	26 330
103.	9. Other short-term liabilities	51 567	0	23 544
104.	10. Valuation margin of liabilities	0	0	0
105.	11. Valuation margin of derivative instruments (-)	2 674 658	0	3 822 894
106.	G ACCRUED EXPENSES AND DEFERRED INCOME (107 ... 109.)	399 809	0	314 504
107.	1. Accrued income for future periods	106 713	0	87 887
108.	2. Accrued expense	293 096	0	226 617
109.	3. Deferred income	0	0	0
110.	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY (61,+74,+78+106.)	21 827 291	0	26 869 317

Date:

Fehértó, 2023. április 18.



representative

104

24328180-4621-113-08

Statistical number

08-09-025056

Registration number

ENVIEN Magyarország Kft.


"A" INCOME STATEMENT

(Cost by nature)

data in EURO

Number	Description	Prior year	Adjustments of prior years	Current year
a	b	c	d	e
01.	Net domestic sales	5 887 522	0	6 986 563
02.	Net external sales	41 945 263	0	60 543 258
I.	NET SALES REVENUES (01+02)	47 832 785	0	67 529 821
03.	Change in self-manufactured inventories	0	0	0
04.	Capitalized value of self-manufactured assets	0	0	0
II.	OWN PERFORMANCE CAPITALIZED (03+04)	0	0	0
III.	OTHER INCOME	2 994	0	4 791
	of which: reversal of impairment loss provision	0	0	0
05.	Material costs	10 367	0	14 038
06.	Services used	1 175 611	0	1 121 298
07.	Other services	96 028	0	123 205
08.	Cost of goods sold	45 338 309	0	62 494 332
09.	Cost of services sold	0	0	0
IV.	MATERIAL TYPE EXPENDITURE (05+06+07+08+09)	46 620 315	0	63 752 873
10.	Wages and salaries	159 725	0	197 479
11.	Other employee benefits	2 963	0	4 113
12.	Wage contributions	28 845	0	26 111
V.	STAFF COSTS (10+11+12)	191 533	0	227 703
VI.	DEPRECIATION	10 362	0	10 816
VII.	OTHER EXPENSE	8 813	0	27 829
	of which: impairment loss provision	0	0	0
A	INCOME FROM OPERATIONS (I+II-III-IV-V-VI-VII)	1 004 756	0	3 515 391
13.	Dividends received	0	0	0
14.	Incor of which: received from related companies	0	0	0
15.	Income from financial investments (equity shares, loans), capital gains	0	0	11 382
16.	Othe of which: received from related companies	56 202	0	483 857
17.	Other income from financial transactions	240 602	0	41 628
VIII.	INCOME FROM FINANCIAL TRANSACTIONS (13+14+15+16+17)	296 804	0	536 867
18.	Expenses and losses on participating interests	0	0	0
19.	Expe of which: given to related companies	0	0	0
20.	Interests payable and similar expenses	264 692	0	382 517
21.	Loss of which: given to related companies	0	0	0
22.	Other expenses on financial transactions	76 607	0	20 251
IX.	EXPENSES ON FINANCIAL TRANSACTIONS (18+19+20+21)	341 299	0	402 768
B	PROFIT OR LOSS FROM FINANCIAL TRANSACTIONS (VIII-IX)	-44 495	0	134 099
C	PROFIT OR LOSS BEFORE TAX (A+B)	960 261	0	3 649 490
X.	Tax expense	86 643	0	328 319
D	PROFIT OR LOSS AFTER TAX (A-C-X)	873 618	0	3 321 171

Date: Fehértó, 2023. április 18.



 representative
 (képviselője)

24328180-4621-113-08
Statistical number

08-09-025056
Company Registration Number

ENVIEN Magyarország Kft.

9163 Fehértó, Dózsa György tér 7.

www.envien.hu

Annual Report

for the period ending on 31st December, 2022

Dated: Fehértó, 18 April 2023



Aleksza György, Stefán Tóth

Managing Officer

Stamp

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

1. PRESENTATION OF THE COMPANY

Envien Magyarország ("Company") is a limited liability company with company seat at: 9163 Fehértó, Dózsa György tér 7.

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

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

Main activity of the Company:

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

The registered capital of the Company is EUR 350.000.

Owners of the Company:

Ownership proportions:

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

Managing Officers of the Company:

György Aleksza (mother's name: Éva Anna Somlyai)

Date of birth: 20.04.1976

2096 Üröm, Fő utca 15.

Tax ID: 8399211311

Stefán Tóth (mother's name: Keszeliová Gizela)

Date of birth: 06.12.1974

Address or residence abroad:

SK 93011 Topoéniky, Chládna u. 1351/84.

Foreign tax number: SK 7412066629

Representative of deliveries:

Dessewffy és David and Partners Lawyer's Office

1125 Budapest, Lóránt út 1. B. ép.

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

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

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

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

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

The annual auditing fee is EUR 6,622.

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

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

2. ACCOUNTING POLICY

a) General information

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

Pursuant to the decision of the owners the Company keeps its books in euro.

Balance sheet accounting date: 31 December 2022

Date of balance sheet preparation: 17 March 2023

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

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

b) Main elements of the accounting policy

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

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

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

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

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

Assessment methods and procedures

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

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

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

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

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

Accounting transactions arising in foreign currencies

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

Assets and liabilities registered in foreign exchange are evaluated in the balance sheet as follows:

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

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

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

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

c) Fixed assets

Intangible assets

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

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

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

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

For low value intangible assets purchases below an individual value of HUF 200,000 are accounted as immediate depreciation.

Intangible assets have the following expected useful lifetime:

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

The Company did possess intangible goods on 31.12.2022.

Fixed assets

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

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

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

Low value fixed assets are assets with an individual value lower than HUF 200,000.

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

The Company did possess fixed assets on 31.12.2022.

Financial investments

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

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

The Company had invested financial assets from loan given permanently on 31.12.2022.

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

d) Inventories

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

There are only purchased materials among inventories.

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

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

The Company did not have inventories on 31st December 2022.

e) Receivables

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

If – based on the rating of the buyer or debtor – the expected return of the receivables significantly exceeds the book value, the previously accounted for value loss shall be reduced by write-back.

The book value of the receivables shall not exceed the recorded value by the write-back.

Our Company did account for value loss for customer's receivables and there was no write-back.

The Company had receivables from customers and the tax authority on 31.12.2022.

f) Liabilities

Liabilities are acknowledged debts in contracts concluded with transportation, contracting and other contracts expressed in money value that were already performed by the supplier, the contractor, the service provider, the loan provider and are related to the management of government or local government property, upon legal regulations or authorisation.

The Company had liabilities towards suppliers, buyers, creditors, employees and the tax authority on 31.12.2022.

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

Turnover data of the Company against related ventures and ventures where the Company has significant ownership share in the given period:

Data in EUR

Designation	Country	2021.01.01- 2021.12.31	2022.01.01- 2022.12.31	Index %
Buyers				
ENVIRAL a.s.	Slovakia	9 733 538	15 963 129	164%
Polnoservis a.	Slovakia	8 425 606	4 604 039	55%
Ethanol Energ	Slovakia	0	0	0%
Buyers total		18 159 144	20 567 168	113%
Suppliers				
Polnoservis a.	Slovakia	15 917 933	19 875 085	125%
ENVIRAL a.s.	Slovakia	16 828 386	22 652 937	135%
Suppliers total		32 746 319	42 528 022	130%

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

Data in EUR

ENVIRAL a.s.	419 442	5 165 508	1232%
Polnoservis a.s.	146 855	0	0%
Total of liabilities towards related ventures	566 297	5 165 508	912%
Polnoservis a.s.	192 983	804 733	417%
ENVIRAL a.s.	1 584 957	1 943 399	123%
ENVIEN Int. Limited	0	17 521	0%
Total of liabilities towards related ventures	1 777 940	2 765 653	156%
RT LOGISTIC a.s.	12 971	26 330	203%
Total of liabilities towards ventures with other shares	12 971	26 330	203%

g) Hedge transactions:

The company applies the rules of fair values on the derivative transactions and considers it a cash flow hedge transaction, and marks it as cash flow hedge transaction, because the company handled the variability of the cash flow of the hedge transaction (bond issued) expressed in EUR by the hedge transaction.

h) Sales revenue

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

The Company had revenues in year 2022.

i) Corporate tax

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

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

3. FINANCIAL POSITION AND LIQUIDITY

Since the balance sheet accounting date no events occurred that would have significantly influenced the Company's report dated 31st December, 2022.

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

Composition of assets

Data in EUR

Designation	2021.12.31	2022.12.31	Deviation	Index 2022/2021
Invested assets	15 622 086	15 662 341	40 255	100%
INTANGIBLE ASSETS	16 224	8 709	-7 515	54%
Concession and similar rights	16 224	8 709	-7 515	54%
Intellectual property	0	0	0	0%
FIXED ASSETS	5 862	53 632	47 770	915%
Property	0	0	0	0%
Other equipment, devices, vehicles	5 862	49 635	43 773	847%
Advances to investment projects	0	3 997	3 997	0%
INVESTED FINANCIAL ASSETS	15 600 000	15 600 000	0	100%
Long term loans	15 600 000	15 600 000	0	100%
Current assets	6 156 482	10 992 681	4 836 199	179%
INVENTORIES	22 571	0	-22 571	0%
Goods	22 571	0	-22 571	0%
RECEIVABLES	3 056 116	9 103 327	6 047 211	298%
Receivables from supply of goods and services	1 000 646	2 285 553	1 284 907	228%
Bills of exchange receivables	0	0	0	0%
Receivables from affiliated venture	566 297	5 165 508	4 599 211	912%
Receivables from ventures with significant ownership share	0	0	0	0%
Other receivables	1 489 173	1 652 266	163 093	111%
SECURITIES	0	0	0	0%
Holding in affiliated venture	0	0	0	0%
LIQUID ASSETS	3 077 795	1 889 354	-1 188 441	61%
Cash in hand, cheques	264	207	-57	78%
Bank deposits	3 077 531	1 889 147	-1 188 384	61%
Accrued income	48 723	214 295	165 572	440%
Accrued income	48 723	214 295	165 572	440%
Prepaid expenses	0	0	0	0%
Deferred expenses	0	0	0	0%
TOTAL ASSETS (rows 01+22+42)	21 827 291	26 869 317	5 042 026	123%

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

The Company has sold its existing assets.

Composition of liabilities

Data in EUR

Designation	2021.12.31	2022.12.31	Deviation 2022-2021	Index 2022/2021
Shareholders' equity	843 496	4 152 175	3 308 679	492%
ISSUED CAPITAL	350 000	350 000	0	100%
ISSUED BUT NOT PAID CAPITAL (-)	0	0	0	0%
CAPITAL RESERVE	0	0	0	0%
PROFIT RESERVE	1 737 031	2 610 649	873 618	150%
TIED UP RESERVE	0	0	0	0%
REVALUATION RESERVE	-2 117 153	-2 129 645	-12 492	101%
PROFIT AFTER TAX	873 618	3 321 171	2 447 553	380%
Provisions	0	0	0	0
Provisions for expected losses	0	0	0	0%
Liabilities	20 583 986	22 402 638	1 818 652	109%
SUBORDINATED LIABILITIES	0	0	0	0%
LONG-TERM LIABILITIES	14 905 149	13 741 412	-1 163 737	92%
Long-term loans received	0	0	0	0%
Long term liabilities	14 905 149	13 741 412	-1 163 737	92%
Other long term liabilities	0	0	0	0%
SHORT TERM LIABILITIES	5 678 837	8 661 226	2 982 389	153%
Short term loans	0	0	0	0%
Short term credit	0	0	0	0%
Advance payments received from customers	38 945	16 248	-22 697	42%
Trade accounts payable (suppliers)	1 122 756	2 006 557	883 801	179%
Short term liabilities to affiliated ventures	1 777 940	2 765 653	987 713	156%
Other short term liabilities	12 971	26 330	13 359	203%
Negative evaluation of other short term liabilities	51 567	23 544	-28 023	46%
Negative evaluation difference of hedge transactions	2 674 658	3 822 894	1 148 236	143%
Accrued expenses and deferred income	399 809	314 504	-85 305	79%
Deferred revenues	106 713	87 887	-18 826	82%
Accrued expenses and deferred income	293 096	226 617	-66 479	77%
Deferred income	0	0	0	0%
TOTAL LIABILITIES AND SHAREHOLDERS EQUITY TO	21 827 291	26 869 317	5 042 026	123%

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

Liquidity indices were calculated from the data of the balance sheet and the income statement.

Liquidity indices

Indices of the property position	Prior year	Current year	Change
Proportion of assets invested Assets invested/Assets	71,57%	58,29%	81,44%
Collateral of assets invested Shareholders' equity/Assets invested	5,46%	26,51%	485,53%
Fixed assets efficiency Net sales revenue/Fixed assets	815980,64%	125913,30%	15,43%
Proportion of fixed assets Fixed assets/fixed assets+current asset	0,10%	0,49%	490,00%
Ratio of shareholders' equity Shareholders' equity/Total liabilities	3,86%	15,45%	400,26%
Capital structure Foreign capital/total liabilities	94,30%	83,38%	88,42%

Financial liquidity position	Prior year	Current year	Change
Liquidity index current assets/liabilities	29,91%	49,07%	164,06%
Short-term I. assets/short-term liabilities	108,41%	126,92%	117,07%
Short term II. (curr. assets-receiv)/short-t liab.	54,60%	21,81%	39,95%
Short-term III (Liq assets+secur)/sh-term liab.	54,20%	21,81%	40,24%
Credit coverage Receivables/Sh-term liab.	53,82%	105,10%	195,28%
Indebtedness Liabilities/Sharehold. equity	2440,32%	539,54%	22,11%

Profitability position	Prior year	Current year	Change
Asset efficiency	4,00%	12,36%	309,00%
Ratio of profit to revenues	1,83%	4,92%	268,85%
Ratio of operational profit to revenues	2,10%	5,21%	248,10%
Margin	5,21%	7,46%	143,19%
Ratio of sharehold eq. to issued capital Sharehold.eq./issued capital	241,00%	1186,34%	492,26%
Efficiency of shareholder's equity Profit after tax/sharehold equity	103,57%	79,99%	77,23%
Ratio of profit before tax to revenues	2,01%	5,40%	268,66%
Ratio of profit before tax to assets	4,40%	13,58%	308,64%
Ratio of profit before tax to shareholders' equity	113,84%	87,89%	77,20%

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

4. EXPLANATION TO THE ITEMS OF THE BALANCE SHEET AND THE INCOME STATEMENT

1. Invested assets	2021.12.31	15 622 086 euró
	2022.12.31	15 662 341 euró

INTANGIBLE ASSETS

2022. december 31.

Data in EUR

Designation	Property right	ill or company	Capital value of experimental	foundation, r	Total
			Intellectual property		
GROSS VALUE					
Opening value	0	0	25 482		25 482
Increase			0	0	0
Decrease				0	0
Re-classification					0
Closing value	0	0	25 482	0	25 482
DEPRECIATION					
Opening value	0	0	9 258		9 258
Increase					0
Decrease					0
Re-classification					0
Depreciation of current year as planned	0	0	7 515	0	7 515
above plan			7 515		7 515
Closing value	0	0	16 773	0	16 773
NET VALUE					
Opening value	0	0	16 224	0	16 224
Closing value	0	0	8 709	0	8 709

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

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

		machinery	Equipment		előleg	
GROSS VALUE						
Opening value	0		31 870	0		31 870
Increase			47 074	0	3 997	51 071
Decrease				0		0
Re-classification						0
Closing value	0	0	78 944	0	3 997	82 941
DEPRECIATION						
Opening value	0		26 008			26 008
Increase						0
Decrease						0
Re-classification						0
Depreciation in current yr	0	0	3 301	0	0	3 301
as planned			3 301			3 301
above plan						0
Closing value	0	0	29 309	0	0	29 309
NET VALUE						
Opening value	0	0	5 862	0	0	5 862
Closing value	0	0	49 635	0	3 997	53 632

2. Invested financial assets	2021.12.31	15 600 000 EUR
	2022.12.31	15 600 000 EUR

The company had invested financial assets from loan provided to a related venture on a permanent basis on 31 December 2022.

3. Inventories	2021.12.31	22 571 EUR
	2022.12.31	0 EUR

The Company did not have inventories on 31 December, 2022.

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

4. Receivables	2021.12.31 3 056 116 EUR
	2022.12.31 9 103 327 EUR

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

Designation	2021.12.31	2022.12.31	%
Receivables total	3 056 116	9 103 327	297,87%
Buyers	1 000 646	2 285 553	228,41%
Receivables from related ventures	566 297	5 165 508	912,16%
Receivables from ventures with other relation	0	0	0,00%
VAT Slovak	1 157 659	1 501 027	129,66%
Corporate tax	312 734	107 456	34,36%
Suppliers	0	57	0,00%
Loan given	7 312	0	0,00%
VAT Hungarian	0	43 724	0,00%
Innovation contribution	11 468	0	0,00%
NAV Self revision surcharge	0	2	0,00%
Other receivables	1 489 173	1 652 266	110,95%

5. Financial assets	2021.12.31 3 077 795 euró
	2022.12.31 1 889 354 euró

The account holding bank of the Company is

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

Data in EUR

Designation	2021.12.31	2022.12.31	Index %
Bank balance	3 077 531	1 889 147	61%
Petty cash balance	264	207	78%
Financial assets total	3 077 795	1 889 354	61%

6. Accrued income	2021.12.31 48 723 EUR
	2022.12.31 214 295 EUR

The Company had accrued income from sponsorship fee on 31 December, 2022.

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

The shareholders' equity position was the following:

Descriptions	Data in EUR						
	2021.12.31	Dividends approved from profit after tax	Transfer of profit or loss	Capital increase	Valuation reserve for real valuation	Profit after tax	2022.12.31
Issued Capital	350 000						350 000
Issued but not paid Capital	0						0
Capital Reserve	0						0
Profit Reserve	1 737 031	0	873 618				2 610 649
Tied Up Reserve	0						0
Revaluation reserve	-2 117 153				-12 492		-2 129 645
Profit After Tax	873 618		-873 618			3 321 171	3 321 171
Shareholders' equity	843 496	0	0	0	-12 492	3 321 171	4 152 175

The management of the company proposes to pay dividends amounting to EUR 2,750,000. The fair values were recognised in connection to the swap arrangement.

Background: The Company issued company bonds on 19 May, 2021 within the scope of a public stock exchange auction in the face value of HUF 5.5 thousand milion. The coupon of the bonds is 2.5%. The ISIN code and designation of the bonds: Envien2031/1 HUF Bond; mark: ENVIEN2031; ISIN code: HU0000360193. The maturity of the bond is 10 years.

The purpose of the risks covered: The company maintains it books in EUR, and the HUF liabilities obtained during bond issue were used to provide loan in EUR. The primary objective of the transaction is to handle the exchange rate interest arising from the exchange rate/interest generated. Hedge transaction: Cross currency interest rate swap (CIRS). In the scope of the transaction the company swapped the HUF cash flow liability arising from the bond issue for EUR cash flow with OTP Bank Nyrt.

The total similarity of the hedge transaction and the cash flow of the hedge transaction, and the 100 % hedge effectiveness is ensured by the economic relation between hedge and the cash-flow of the hedge transaction the continuous existence of which is verified by the company in every reporting period. The credit risk is not a determining factor neither for the hedge transaction and nor for the hedge transaction. The hedge rate is equal to the risk management practice.

Handling in accounting: The company applies the rules of fair values on the derivative transactions and considers it a cash flow hedge transaction, and marks it as cash flow hedge transaction, because the company handled the variability of the cash flow of the hedge transaction (bond issued) expressed in EUR by the hedge transaction.

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

8. Liabilities

2021.12.31 20 583 986 EUR
2022.12.31 22 402 638 EUR

Breakdown of liabilities:

Descriptions	2021.12.31	2022.12.31	Index %
	14 905 149	13 741 412	92%
<i>Short-t liab to affiliated vent</i>	14 905 149	13 741 412	92%
<i>Advances from customers</i>	1 777 940	2 765 653	156%
<i>Suppliers' liabilities</i>	12 971	26 330	203%
Slovak contributions	38 945	16 248	42%
NAV corporate tax	1 122 756	2 006 557	179%
NAV Innovation contribution	248	229	92%
NAV PIT	0	0	0%
NAV VAT obligation	0	1 605	0%
NAV healthcare contribution	4 528	2 351	52%
NAV pension contribution	28 498	0	0%
NAV EHO	694	0	0%
NAV EKHO	0	102	0%
NAK membership fee	16	0	0%
NAV TAO	490	0	0%
Product fee and Innov. Tax	5 683	3 418	60%
Customer overpayment	6 545	13 368	204%
Social Tax	4 865	2 471	51%
<i>Other liabilities</i>	51 567	23 544	46%
<i>Negative evaluation of hedge transactions</i>	2 674 658	3 822 894	143%
Total short term liabilities	5 678 837	8 661 226	153%
Total liabilities	20 583 986	22 402 638	109%

9. Accrued expenses amd deferred income

2021.12.31 399 809 EUR
2022.12.31 314 504 EUR

Breakdown of accrued expenses:

Data in EUR

Description	2021.12.31	2022.12.31	Index %
Accrued expenses (bond issue)	106 713	87 887	82%
Bonus	3 755	6 403	171%
Auiting, tax consultation fees	10 428	5 622	54%
Suppliers	23 192	0	0%
Bond interest	235 998	214 592	91%
Agency fee	101	0	0%
Bond guarantee	19 622	0	0%
Accrued expenses	293 096	226 617	77%

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

10. Net sales revenue	2021	47 832 785 EUR
	2022	67 529 821 EUR

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

Data in EUR

Description	2021.01.01- 2021.12.31	2022.01.01- 2022.12.31
Net domestic sales revenues	5 887 522	6 986 563
Net export sales revenues	41 945 263	60 543 258
Net sales revenues (01+02)	47 832 785	67 529 821
Capitalised value of self-produced assets	0	0
Change in self-manufactured inventories	0	0
Value of capitalised self-performance (03+-04)	0	0
Other revenues	2 994	4 791
Of which depreciation written back	0	0
Material costs	10 367	14 038
Value of services used	1 175 611	1 121 298
Value of other services	96 028	123 205
Purchase value of goods sold	45 338 309	62 494 332
Value of services sold	0	0
Material type expenditures (05+06+07+08+09)	46 620 315	63 752 873
Wages costs	159 725	197 479
Personnel disbursements	2 963	4 113
Wages related contributions	28 845	26 111
Personnel type expenditures (10+11+12)	191 533	227 703
Depreciation	10 362	10 816
Other expenditures	8 813	27 829
Of which value loss	0	0
PROFIT OF BUSINESS ACTIVITIES (I+II+III-IV-V)	1 004 756	3 515 391
Dividends and shares received (due)	0	0
Exch rate gain of selling shares	0	0
Interest, exch rate gain of invested fin assets	0	11 382
Other interest received (due), interest type income	56 202	483 857
Other income from financial transactions	240 602	41 628
Income from fin transactions (13+14+15+16+17)	296 804	536 867
Exch rate loss of invested fin assets	0	0
Payable interest type expenditures	264 692	382 517
Value loss of shares, securities, bank deposits	0	0
Other expenditures of financial transactions	76 607	20 251
Expenditures of fin transactions (18+19+20+21)	341 299	402 768
PROFIT/LOSS OF FIN TRANSACTIONS (VIII-IX)	-44 495	134 099
PROFIT OF USUAL BUSINESS (A+B)	960 261	3 649 490
Tax liability	86 643	328 319
After tax profit (C-X)	873 618	3 321 171

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

The export revenue of the Company (EUR 60 543 258) was as follows:

Data in EUR

Partner country	EUR		Index %
	2021.12.31	2022.12.31	
Slovakia	18 253 875	22 809 123	125%
Czech Republic	2 848 472	6 446 243	226%
Poland	1 116 003	705 536	63%
Austria	10 482 192	15 144 545	144%
Italy	4 691 968	10 383 416	221%
Germany	1 619 378	2 763 782	171%
Slovenia	946 315	965 543	102%
Croatia	358 712	761 560	212%
Other EU sales	743 527	139 773	19%
Non-EU sales	884 821	423 737	48%
	41 989 824	60 543 258	144%

11. Other revenues

2021	2 994 EUR
2022	4 791 EUR

The Company had other revenues from compensation (EUR 4747) and rounding (EUR 44).

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

12. Breakdown of expenditures by cost type

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

Description	Data in EUR		
	2021	2022	Index %
Material costs	10 367	14 038	135%
Value of services obtained	1 175 611	1 121 298	95%
Value of other services	96 028	123 205	128%
Purchase value of goods sold	45 338 309	62 494 332	138%
Value of services sold	0	0	0%
Material type expenditures	46 620 315	63 752 873	0%
Wages costs	159 725	197 479	124%
Payments to personnel	2 963	4 113	139%
Contributions for wages	28 845	26 111	91%
Payments to personnel	191 533	227 703	119%
Depreciation	10 362	10 816	104%
Cap value of self-produced assets	0	0	0%
Changes of self-produced inventory	0	0	0%
Value of capitalized own performance	0	0	0

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

13. Other expenditures

2021 **8 813** **EUR**

2022 **27 289** **EUR**

The company had other expenses from foundation assistance (EUR 7,290), delayed payment interest (EUR 54), incidence of loss (EUR 480), tax type expenditures (EUR 19,964) and other expenditures (EUR 41).

Description	2021	2022	Index %
Exp. not in the interest of the compan	39	0	0%
Late payment interest	6	54	900%
Inventories	0	7 290	0%
Damages	5 943	480	8%
Tax type expenditures	2 784	19 964	717%
Other expenditures	41	41	100%
Other expenditures	8 813	27 829	316%

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

Profit/loss of financial transactions	2021	-44 495 EUR
	2022	134 099 EUR

The Company had profit of of bank interest paid (EUR 7620), the interest of loan given (EUR 156 000), the interest of SWAP transactions (EUR 335.477), invested assets (EUR 11.382), and financial loss of exchange rate gain at the time of payment (EUR 18.647), interest paid for the bond and SWAP transaction (EUR 382.517), exchange rate loss at the time of disbursement (EUR 20.251) and from the end-of-year revaluation exchange rate gain (EUR (22.981)).

Data in EUR

Description	2021	2022
Profit/loss of financial transactions	-44 495	134 099
Interest paid to affil co.for loan	0	11 382
Interest to be paid to banks	-264 692	-7 620
Interest due for loan provided	48 723	156 000
Interest of SWAP transaction	7 475	-47 040
Interest receive from bank	4	0
Financial profit from exchange rate gain	163 995	21 377

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

15. Taxation

Connection between accountancy profit and profit as the basis of taxation:

Data in EUR

	2021.12.31	2022.12.31
Profit before tax	960 261	1 460 708
Items reducing profit before tax		
Amount of provisions accounted as income in the tax year	0	0
Write-back of value loss	0	0
Certified donation		600
Depreciation according to the law and the calculated registered value before cancelling the asset	10 362	4 329
Total	10 362	4 929
Items increasing profit before tax		
Depreciation accounted as cost, and the amount accounted as cost at cancelling the asset	10 362	4 329
Penalty, delayed payment interest	0	0
Undercapitalisation	0	0
Costs not in the interest of the company	2 465	0
Value loss of receivable	0	0
Provisions made	0	0
Diff btw normal market price and value applied btw. aff. vent	0	0
Total	12 827	4 329
Tax base	962 726	1 460 108
CORPORATE TEX/Min. profit tax	86 643	131 410
Profit after tax	873 618	1 329 298

In year 2022 both the profit before tax and the corporate tax base reached the income (profit) minimum therefore the Company established the corporate tax based on the higher value.

**Calculation of corporate tax based on profit
minimum-2 022**

data in kHUF

Net sales revenue	27 028 811
Other income	1 918
Income of financial transactions	214 881
Corrected total income	27 245 610
Establish. Of income (revenue) minimum (2%):	544 912
Establish of revenue (-profit) minimum (2%):	544 912
Calculated tax (9%):	49 042

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

Cash-Flow
2022. december 31.

	Prior year EURO	Current year EURO
I. 1a Profit before taxation	960 261	3 649 490
of which financially settled support for the operations		
1b correction in profit before taxation !	0	0
1. corrected profit before taxation (1a+1b)+	960 261	3 649 490
2. Depreciation accounted	10 362	10 816
3. Value loss and write back accounted	0	0
4. Difference between making provisions and appropriation	0	0
5. Profit of selling invested assets		
6. Change of supplier's liabilities	1 102 373	883 801
7. Change of other short term liabilities	2 527 775	2 098 588
8. Change of deferred expenditures	389 549	-85 305
9. Change of customer receivables	220 781	-1 284 907
10. Changes of current assets (without customers and financial assets)	-1 220 252	-4 739 733
11. Change of deferred revenues	-26 164	-165 572
12. Tax paid (after profit)	-86 643	-328 319
13. Dividend and share paid	-2 900 000	0
I. Operating cash-flow	978 042	38 859
14. Procurement of invested assets	-29 013	-51 071
15. Sales of invested assets	0	0
16. Payment of long term loans, bank deposits	0	0
17. Hosszú lejáratra nyújtott kölcsönök és elhelyezett bankbetétek –	-15 600 000	0
18. Dividens, shares received +	0	0
II. Investment cash flow	-15 629 013	-51 071
19. Issue of shares, income of capital increase +	0	0
20. Income of bonds and securities representing credit relationship +	12 787 996	-1 176 229
21. Obtaining loan and credit +	0	0
22. Véglegesen kapott pénzeszköz +	0	0
23. Withdrawal of shares, decrease of capital - (tőkeleszállítás) –	0	0
24. Payment of bond and securities representing credit relationship –	0	0
25. Reimbursement of credit and loan –	0	0
26. Funds finally transferred –	0	0
Financing cash flow	12 787 996	-1 176 229
IV. Change of funds (rows I.+ II. + III.)	-1 862 975	-1 188 441
27. Revaluation of foreign currency funds +	0	0
V. Change of funds per balance sheet (rows IV+27) +	-1 862 975	-1 188 441

Opening financial assets	4 940 770	3 077 795
Closing financial assets	3 077 795	1 889 354

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

5. INFORMATIVE DATA

Wages and number of personnel

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

Designation	Average number	Gross wages paid euro	Gross average wages EUR	
			2022.01.01- 2022.12.31	Monthly
Working for fee	2,00	7 934	1 464	122
White collar employees	7,00	189 545	9 992	833
Total	9,00	197 479	8 097	675

Data in EUR

CONTRIBUTION DATA OF FULL-TIME EMPLOYEES AND PERSONS WORKING FOR A FEE 31.12.2022.			
Description	2021.12.31	2022.12.31	%
Social contribution	23 749	23 130	97%
EFO	30	27	90%
Slovak health insurance contribution	2 741	2 954	108%
Vocational contribution	2 325	0	0%
Total	28 845	26 111	91%

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

The Company did not have environmental and warranty obligations.

The Company does not possess equipment exclusively for environment protection.

In the 2018 business year our Company provides guarantee to a foreign-registered business association, connected to its borrowing under a guarantee underwriting agreement of significant amount (3.29 million EUR), concluded with a financial institution.

No income and expenditure of exceptional volume took place at the Company in year 2022.

ENVIEN Magyarország Kft.
Supplementary Annex to the annual report
31 December 2022
(all amounts in EUR unless otherwise specified)

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

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

The Company monitors its liquidity on a weekly basis and – in cooperation with the owners – controls to continuously ensure sufficient liquidity.

The Company is optimistic to have this crisis behind it growing stronger. According to the evaluation of the management of the company the principle of continuation of business is ensured in minimum 12 months following the accounting date.

There was no events in the operation of the Company after the accounting date that would have influenced the report significantly. The markets of DDGS and RDM are stable, and although the business circumstances are difficult to some smaller consumers, all big players are present on the market. Compared to previous years spot sales represent a significant change; most companies buy only for the coming few weeks and not for months or quarters as they did previously.

We expect that the high raw material prices will come down in the coming half year as they have already reached their peak.

Fehértó, 18 April 2023



Aleksza György, Stefán Tóth

Managing Officer

Business report – 2022

Envien Magyarország Kft. (“Company”)

I. Presentation of activities

The Company carrying out trading activities activities of Envien Group, was established in 2013 with the purpose to get closer to the major corn and rapeseed producer in the region, mainly in the territory of Hungary. The Company has a seat in Fehértó, Dózsa György tér 7, in a leased office. The number of employees as of 31 December 2022 were 7 FTE, which corresponds with the complexity of business activities. The core business represents trading with Distillers Dried Grains with Solubles (DDGS) and rapeseed meal, which are by-products of biofuel production. The purpose of the management report is to present the Company's assets, financial and income status, the course of business to provide information about the current financial/market position of the Company.

II. The Owner of the Company, the Guarantor

Envien International Limited, seated at the Hub, Suite W203, Triq Sant Andrija, San Gwann, is the sole owner of the Company and holds shares in other operating companies mainly in the CEE region. Envien Group is one of the largest biofuel producers (producing both bioethanol and biodiesel) in Europe, having its core activities and markets in Slovakia, Czechia, Hungary, Croatia, Poland and Switzerland. In 2022, the business environment was favourable, the steep rise of feedstock prices was compensated by increase of final product prices. Envien Group also profited from its wide range of product portfolio. The business environment in 2022 facing lot of challenges, but the group continue its expansion with the acquisition of Lotos Biopaliwa.

III. Covid-19, Russian-Ukraine conflict

The COVID-19 epidemic did not cause reduction in turnover in 2020, the 2021, 2022 revenue was significantly higher, which is a specific feature of the industry sector. Envien Group's management will continue to monitor the potential impact of a viral pandemic. The company has no direct connection with Russia, Ukraine.

IV. Business performance/environment of the Company in 2022

First half of 2022 was successful. Raw material purchases were done cheap by the end of 2021, but due to the price increase on the commodity markets after conflict started between Russia and Ukraine the sale prices were high.

The second half of 2022 was driven by high energy prices. In August energy prices started to increase rapidly, which affected our production facilities and also the sales. We were forced to sell wet DDGS, as drying with natural gas was economically not efficient. Bad crop in our region helped in this field, as it evoked less wet fodder, so there was space to sell wet DDGS. By rapeseed meal high energy costs did not affect production as much as by DDGS because of different technology. Production of rapeseed meal was stable.

We were purchasing most of the corn from Poland and Ukraine due to bad corn harvest in Hungary and Slovakia. Environ Hungary imported in 2022 more than 50 000t corn, from which more than 40 000t during harvest in Q4. Hungarian corn had toxin problems, but as we did not use any in our production the value of our DDGS remained high on the international market. There was less DDGS on the market due to toxin problems and omitted drying process by all producers. The price of DDGS and rapeseed meal as substitute was high because of these facts. Of course, so were the raw materials, so margins were tight. By the end of the year as energy prices have stabilized prices started to decrease on all commodities, so we have stopped production of wet DDGS. Energy prices could have significant impact on the business.

The market for DDGS and RSM is stable, even if for some smaller consumers economic situation is hard, the bigger players are always present on the market. Significant change compared to previous years are spot sales, most of the companies are purchasing just for next few weeks, not months or quarters, as it was common before. This also stays for 2023, because of uncertain situation on the markets.

We expect that high commodity prices will fall for the next half year, as they have reached their peaks.

Net sales revenue of the Company reached the level of EUR 67 million, what is above the plans. The profit before tax EUR 3,649,490. The company issued bond in the nominal value of HUF 5.5. billion and in parallel performed a cross currency interest rate swap deal with OTP Bank Nyrt in order to match its operating cash-flow with future amortisation schedule of the bond. First interest payment was performed in May 2022.

The Company applies the rules of fair values for the derivative transaction and considers it a cash-flow hedge and marks it as hedge (bond issued) because the variability of cash-flow expressed in euro was handled by the Company through the hedge.

V. Others

The average statistical employee number of the company was 7 persons during the year 2022. The number of employees corresponded with the business activities of the company. The managing officers of the company: Aleksza György and Ing. Stefan Tóth.

The company meets its environmental protection obligations and carries out no R&D activities.

Fehértó, 18 April 2023



Aleksza György



Ing. Stefan Tóth

Managing Director
