

1International Foam Technologies Spain, S.L.U. And Subsidiaries

**Interim Consolidated Financial Statements and Consolidated Directors' Report
for the fiscal year ended March 31, 2025**

Includes Limited Review of Interim Consolidated Financial Statements

**(Free translation from the original in Spanish. In the event of discrepancy, the Spanish
language version prevails.)**

**INTERNATIONAL FOAM TECHNOLOGIES SPAIN, S.L.U.
AND SUBSIDIARIES**

**Consolidated Balance Sheet of
Fiscal year ending on March 31, 2025
(expressed in euros)**

(Free translation from the original in Spanish. In the event of discrepancy, the Spanish-language version prevails.)

ASSETS	Note	31.03.25	31.03.24
NON-CURRENT ASSETS		49.782.668	50.074.704
Intangible assets	5	29.424.026	29.425.819
Goodwill on consolidation		29.424.026	29.424.026
Other intangible assets		-	1.793
Property, plant and equipment	6	19.625.083	20.083.032
Land and buildings		6.598.508	6.809.648
Technical installations and other fixed assets		4.815.580	4.734.111
Assets under construction and advances		8.210.995	8.539.273
Non-Current investments	7	175.270	182.708
Loans to third parties		175.270	182.708
Deferred tax assets	13	558.289	383.145
CURRENT ASSETS		14.202.372	13.506.004
Inventories	8	4.870.984	4.894.390
Trade and other receivables	7	8.715.448	6.954.788
Trade receivables for sales and services rendered		7.947.450	6.814.218
Other debtors	13	690.015	-
Current tax assets	13	77.983	140.570
Current financial investments	7	99.399	63.587
Short-term accruals		130.764	205.898
Cash and cash equivalents		385.777	1.387.341
TOTAL ASSETS		63.985.040	63.580.708
EQUITY AND LIABILITIES	Nota	31.03.25	31.03.24
EQUITY		24.787.969	23.717.838
Capital and reserves	11	23.353.889	22.776.136
Capital		12.003.000	12.003.000
Authorised capital		12.003.000	12.003.000
Reserves		10.837.260	9.839.627
Profit/(loss) for the year attributed to the Parent company		557.664	999.786
(Dividend on account)	12	(44.035)	(66.277)
Grants, donations and heritages received		531.387	42.796
Minority shareholders	12	902.693	898.906
NON-CURRENT LIABILITIES		20.050.847	21.902.674
Non-current debts	7	10.977.389	12.970.212
Bank borrowings		10.563.198	12.867.987
Other financial liabilities		414.191	102.225
Not-Current debts, Group companies	18	8.000.000	8.000.000
Deferred tax liabilities	13	1.073.458	932.462
CURRENT LIABILITIES		19.146.224	17.960.196
Current debts	7	13.060.629	13.638.724
Bank borrowings		13.051.287	13.493.645
Other financial liabilities		9.342	145.079
Current debts, Group companies	18	682.615	389.772
Trade and other payables		5.402.980	3.931.700
Suppliers	7	3.611.988	2.693.247
Suppliers, Group companies	7b y 18	393.409	8.945
Other payables		1.284.362	1.168.246
Current tax liabilities	13	113.221	61.262
TOTAL EQUITY AND LIABILITIES		63.985.040	63.580.708

**INTERNATIONAL FOAM TECHNOLOGIES SPAIN, S.L.U.
AND SUBSIDIARIES**

**Consolidated Income Statement of
Fiscal year ending on March 31, 2025
(expressed in euros)**

(Free translation from the original in Spanish. In the event of discrepancy, the Spanish-language version prevails.)

	Note	2025/2024	2024/2023
CONTINUING OPERATIONS:			
Revenues:	14.a)	37.617.200	36.480.567
Sales		37.617.200	36.480.567
Changes in inventories of finished products and work in progress		168.811	(187.853)
Supplies:		(26.652.828)	(25.639.242)
Consumption of raw materials and other consumables	14.b)	(26.652.828)	(25.639.094)
Work performed by other companies		--	(148)
Other operating income:		2.246	75.549
Non-trading and other operating income		--	73.777
Operating subsidies incorporated into the profit and loss for the financial year		2.246	1.772
Personnel expenses:		(4.450.527)	(4.047.336)
Wages, salaries and similar compensation		(3.408.558)	(3.100.723)
Employee benefit expense	14.c)	(1.041.969)	(946.613)
Other operating expenses:		(3.429.558)	(2.871.811)
Other ordinary expenses		(3.413.836)	(2.794.877)
Tax		(36.854)	--
Losses, impairment and changes in provisions for commercial transactions	7	21.132	(76.934)
Amortisation/depreciation	5, 6	(1.331.874)	(1.166.721)
Attribution of subsidies for non-financial assets and other		30.512	52.725
Impairment and gains/(loss) on disposals of assets:		3.496	10.762
Profit/(loss) on disposals and other		3.496	10.762
Other profit/(loss)	14.d)	149.237	1.777
OPERATING PROFIT/(LOSS)		2.106.715	2.708.417
Finance income:		3.479	4.223
Marketable securities and other financial instruments		3.479	4.223
Finance cost		(1.403.525)	(1.485.252)
Net monetary gain/(loss)	10	(47.209)	(47.056)
FINANCIAL INCOME/(EXPENSE)		(1.447.255)	(1.528.085)
PROFIT/(LOSS) BEFORE TAX		659.460	1.180.332
Corporate income tax	13	(19.875)	(64.290)
PROFIT/(LOSS) FOR THE YEAR FROM CONTINUING OPERATIONS		639.585	1.116.042
PROFIT/(LOSS) FOR THE YEAR	14.e)	639.585	1.116.042
Profit/(loss) attributed to Parent company		557.664	999.786
Profit/(loss) attributed to minority shareholders	12	81.921	116.256

**INTERNATIONAL FOAM TECHNOLOGIES SPAIN, S.L.U.
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**Statement of Consolidated Changes in Equity of
fiscal year ended on March 31, 2025
(expressed in euros)**

(Free translation from the original in Spanish. In the event of discrepancy, the Spanish-language version prevails.)

A) CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE FOR THE YEAR ENDED MARCH 31, 2025

	Note	2025/2024	2024/2023
Consolidated profit/(loss) for the year		639.585	1.116.042
Income and expenses recognized directly in equity:			
For cash flow hedges			
Grants, donations and heritages received		711.244	--
Tax Effect		(177.811)	--
Total income and expense attributed directly to		533.433	--
Transfers to the income statement:			
Grants, donations and heritages received		(16.332)	(38.490)
Tax Effect		4.083	9.622
Total transfers to the consolidated income statement		(12.249)	(28.868)
TOTAL CONSOLIDATED RECOGNISED INCOME		1.160.768	1.087.174
Total income and expense attributed to Parent company		1.046.255	972.477
Total income and expense attributed to minority		114.513	114.697

B) CONSOLIDATED STATEMENT OF TOTAL CHANGES IN EQUITY FOR THE YEAR ENDED ON MARCH 31, 2025

	Note	Authorised capital	Reserves and prior years' profit/(loss)	Profit/(loss) for the year attributed to Parent company	Dividend on account	Grants, donations and heritages received	Minority shareholders	TOTAL
CLOSING BALANCE March 31, 2023		12.003.000	7.167.370	2.673.666	(166.576)	70.105	989.937	22.737.502
Adjustments for criteria changes 2022/23 and earlier		--	--	--	--	--	--	--
Adjustments for errors 2022/23 and earlier		--	--	--	--	--	--	--
Balance Sheet, April 1, 2023		12.003.000	7.167.370	2.673.666	(166.576)	70.105	989.937	22.737.502
I. Total recognised income and expense		--	--	999.786	--	(27.309)	114.697	1.087.174
(-) Distribution of dividends	12	--	--	--	100.299	--	(205.728)	(105.429)
Other operations with partners or owners		--	(1.409)	--	--	--	--	(1.409)
II. Other changes in equity		--	2.673.666	(2.673.666)	--	--	--	--
CLOSING BALANCE March 31, 2024		12.003.000	9.839.627	999.786	(66.277)	42.796	898.906	23.717.838
Adjustments for criteria changes 2023/24 and earlier		--	--	--	--	--	--	--
Adjustments for errors 2023/24 and earlier		--	(2.153)	--	--	--	2.216	63
Balance Sheet, April 1, 2024		12.003.000	9.837.474	999.786	(66.277)	42.796	901.122	23.717.901
I. Total recognised income and expense		--	--	557.664	--	488.591	114.513	1.160.768
(-) Distribution of dividends	12	--	--	--	22.242	--	(112.942)	(90.700)
II. Other changes in equity		--	999.786	(999.786)	--	--	--	--
CLOSING BALANCE March 31, 2025		12.003.000	10.837.260	557.664	(44.035)	531.387	902.693	24.787.969

**INTERNATIONAL FOAM TECHNOLOGIES SPAIN, S.L.U.
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**Consolidated Statement of Cash Flows of
fiscal year ending on March 31, 2025
(expressed in euros)**

(Free translation from the original in Spanish. In the event of discrepancy, the Spanish-language version prevails.)

	Nota	2025/2024	2024/2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(loss) for the year before tax		659.460	1.180.332
Adjustments:		2.709.435	2.661.197
Amortisation/depreciation (+)	5, 6	1.331.874	1.166.721
Valuation corrections due to impairment (+/-)		(21.132)	76.934
Attribution of subsidies (-)	7	(30.512)	(52.725)
Result from disposals and disposal of fixed assets	6	(3.496)	(10.762)
Finance income (-)		(3.479)	(4.223)
Finance cost (+)		1.403.525	1.485.252
Other incomes / expenses (+/-)		32.655	--
Changes in working capital:		(312.627)	2.715.568
Inventories (+/-)		23.406	1.820.331
Trade and other receivables (+/-)	7 a)	(1.787.239)	2.218.242
Other current assets (+/-)		31.884	(205.898)
Trade and other payables (+/-)	7 b)	1.419.322	(1.117.107)
Other cash flows from operating activities:		(1.034.547)	(1.873.979)
Interest paid (-)		(1.110.682)	(1.485.252)
Interest received (+)		3.479	4.223
Income tax received (paid) (+/-)	13	72.656	(392.950)
Cash flows from operating activities		2.021.721	4.683.118
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for investments (-):		(1.056.717)	(5.483.353)
Material assets	6	(1.056.717)	(5.483.353)
Proceeds from sale of investments (+):		188.081	29.751
Material assets		188.081	--
Other financial assets		--	29.751
Cash flows from investing activities		(868.636)	(5.453.602)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payments made and received for equity instruments		506.969	--
Issue:			
Grants, donations and other received legacies (+)	20	506.969	--
Payments made and received for financial liability instruments:		(2.570.918)	(63.321)
Issue:			
Bank borrowings (+)		1.887.757	123.278
Other debts (+)		333.203	--
Return and repayment of:			
Bank borrowings (-)		(4.648.839)	50.670
Debts with group companies and associates		(143.039)	(237.269)
Dividends and interest on other equity instruments paid:		(90.700)	(100.299)
Dividends (-)		(90.700)	(100.299)
Cash flows from financing activities		(2.154.649)	(163.620)
NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS		(1.001.564)	(934.104)
Cash and cash equivalents at the beginning of the year		1.387.341	2.321.445
Cash and cash equivalents at the end of the year		385.777	1.387.341

**INTERNATIONAL FOAM TECHNOLOGIES SPAIN, S.L.U.
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**Notes to the Consolidated Financial Statements for the
fiscal year ended March 31, 2025**

(Free translation from the original in Spanish. In the event of discrepancy, the Spanish language version prevails.)

1. Activity of the Parent Company

The Parent Company of the Group, INTERNATIONAL FOAM TECHNOLOGIES SPAIN S.L.U. (IFTS), was incorporated on June 12, 2019. Its registered office is located at Monte Esquinza Street, No. 30 Bajo Izquierda, 28010 Madrid. The Group carries out its activities on the Villena road, s/n Yecla (Murcia).

The main activity of the Parent Company is the acquisition, holding, management and administration of securities and shares or any form of representation of shares in the capital of resident and non-resident entities in Spanish territory and the financing of investee entities. Likewise, it also provides complementary or accessory services to the management of the activities carried out by the investees.

The Company is part of the SHEELA FOAM Group whose parent company is SHEELA FOAM. LTD. whose registered office is located at 14 Sector 135, Noida, Uttar Pradesh - 201301 (India). In accordance with current legislation, the company INTERNATIONAL FOAM TECHNOLOGIES SPAIN S.L.U. is not required to prepare consolidated accounts separately due to its size, however, the Directors voluntarily prepare consolidated accounts. The annual accounts for the year ended March 31st, 2024, were prepared by the Directors on April 29th, 2024, approved by its Sole Shareholder on June 27th, 2024, and are pending deposit in the Mercantile Registry of Murcia.

2. Subsidiary companies

The Subsidiary Companies included in consolidation, which are not listed on the stock exchange, and the information related to them at the end of the fiscal year ended March 31st, 2025, and at the end of the fiscal year ended March 31, 2024, is the one shown below:

As of 03.31.25								
Name/Address/ Activity performed	Participation Book Value	% participation		Share Capital	Reserves	Other equity items	Result	
		Direct					From operating activities	Net Total Equity
Interplasp, S.L. / Villena Road s/n 30510 Yecla (Murcia) / Manufacture of polyurethane foams	39,764.061	93,66		1,773.125	7,566.897	338.437	2,278.287	1,390.494 11,068,953
	<u>39,764.061</u>							
As of 03.31.24								
Name/Address/ Activity performed	Participation Book Value	% participation		Share Capital	Reserves	Other equity items	Result	
		Direct					From operating activities	Net Total Equity
Interplasp, S.L. / Villena Road s/n 30510 Yecla (Murcia) / Manufacture of polyurethane foams	39,764.061	93,66		1,773.125	7,381.318	(490.613)	2,852.374	1,965.607 10,629,437
	<u>39,764.061</u>							

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**Notes to the Consolidated Financial Statements for the
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The group signed with the former owners of Interplasp, S.L. on July 29th, 2019 a contract for the sale of shares for 93.66% of its share capital. Once the closing actions of the transfer of the shares were completed, said contract was raised to public on October 14, 2019, which is why the Group established September 30th, 2019 as the date of 1st consolidation. However, the Group and the sellers agreed in that act to sign an escrow contract and create a deposit charged to the purchase price in the amount of 6,874,154 euros, which would be released in favor of the sellers as the agreed purchase conditions were met, this situation was pending resolution as of the date of the formulation of the consolidated annual accounts of the Group. During the year ended 31st March 2025, said account was fully released.

3. Basis of presentation of the consolidated financial statements

a) Fair presentation and consolidation principles

The consolidated financial statements, comprising the consolidated interim balance sheet, the consolidated profit and loss account, the consolidated statement of changes in equity, the consolidated statements of cash flows and the notes to the interim consolidated financial statements comprising notes 1 to 21, have been prepared on the basis of the accounting records of each of the companies which form part of the consolidated group, having applied the legal provisions in force on accounting standards, specifically Royal Decree 1159/2010, of 17 September, which approves the standards for the preparation of consolidated annual accounts and amends the General Accounting Plan approved by Royal Decree 1514/2007, of November 16, 2007, as amended by Royal Decree 1159/2010, of September 17, by Royal Decree 602/2016, of December 2, and by Royal Decree 1/2021, of January 12, in order to show a true and fair view of the equity of the Group, financial position, results, changes in equity and cash flows during the year.

Unless otherwise indicated, all figures in the consolidated report are expressed in euros.

b) Non-mandatory accounting principles applied

Non-mandatory accounting principles have not been applied. The interim consolidated financial statements have been prepared in accordance with mandatory accounting principles. There is no accounting principle that, being its effect significant, has ceased to be applied.

c) Going concern

The Group reports a negative working capital of 4,943,853 euros as of the end of the year ended March 31st, 2025, primarily due to a portion of the investments made to expand the facilities which are being financed with short-term debt (lines of credit, debts from discounted bills, and confirming).

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**Notes to the Consolidated Financial Statements for the
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The Group is undertaking comprehensive efforts to increase revenue generated from the sale of finished products, as well as actively seeking new long-term financing sources and grants to partially cover the financing of the investments made. The specific measures established by the Group for the next 12 months aimed at reducing the negative working capital are focused on three directions:

- Increase in sales volume for the next fiscal year, with the implementation of the expansion of the production facilities, sales forecasts for the next fiscal year are expected to grow between 10% and 15%.
- Maintenance of the profit margin on product sales. It is forecasted that during the next quarter, there will be a sales recovery which will generate additional cash flows if the gross margin is maintained, thereby improving the working capital by the end of this fiscal year.
- Financing with group companies. The nominal value of the acquisition loan from the Group totals 10 million euros, of which only 8 million euros have been drawn down to date.

In addition to the aforementioned, the Group benefits from the financial support of the SHEELA FOAM group, which holds 100% ownership of INTERNATIONAL FOAM TECHNOLOGIES SPAIN, S.L.

The Group's Directors are of the opinion that implementing these measures will facilitate the short-term normalization of the financial situation. Therefore, the financial statements as of December 31st, 2025, have been prepared on a going concern basis.

d) Critical aspects of the assessment and estimation of uncertainty

In the preparation of the attached interim consolidated financial statements, estimates made by the Group's Directors have been used to value some of the assets, liabilities, income, expenses and commitments that are recorded therein. Basically these estimates refer to:

- The assessment of potential impairment losses on certain assets (note 4 g), 4 h) and 4 i)).
- The useful life of tangible and intangible assets (note 4 e) and 4 f)).
- The fair value of certain financial instruments (note 4 h)).
- Realization of future profits for the offsetting of tax credits (nota 4 l)).

These estimates have been made based on the best information available up to the date of formulation of these consolidated accounts, and there is no event that could change said estimates. Any future event not known at the date of preparation of these estimates could give rise to modifications (up or down), which would be carried out, where appropriate, prospectively.

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Notes to the Consolidated Financial Statements for the
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e) Classification of assets and liabilities as current and non-current

Assets and liabilities are presented in the consolidated balance sheet classified as current and non-current. For these purposes, assets and liabilities are classified as current when they are linked to the Group's normal operating cycle and are expected to be sold, consumed, realized or liquidated in the course of it, are different from the previous ones and their maturity, disposal or realization is expected to occur within a maximum period of one year; are held for trading purposes or are cash and cash equivalents whose use is not restricted for a period exceeding one year. Otherwise, they are classified as non-current assets and liabilities.

f) Comparative information

In accordance with commercial law, it is presented, for comparative purposes, with each of the items in the consolidated balance sheet, the consolidated income statement, the statement of changes in consolidated equity and the consolidated statement of cash flows, in addition to the figures for the fiscal year ended March 31st, 2025, those corresponding to the end of the fiscal year ended March 31, 2024 in terms of the consolidated balance sheet and statement of changes in consolidated equity figures and those corresponding to the end of the year ended March 31st, 2024, for the corresponding figures of the consolidated profit and loss account and consolidated cash flow statements. Quantitative information for such prior periods is also included in the consolidated explanatory notes, except where an accounting standard specifically states that it is not required.

g) Consolidation Principles

The consolidation has been carried out for all the Subsidiary Companies, by the global integration method, as they hold effective control by having a majority of votes in the Organs of representation and decision. In the case of associated companies, they have been included in the consolidation by the equity method. The criterion determining the consolidation method for these companies under this approach is significant influence and their relative importance within the consolidation scope.

4. Accounting policies and valuation standards

The main accounting policies and valuation standards used for the preparation of the interim consolidated financial statements are as follows:

a) Difference from first consolidation

The first consolidation difference has been calculated as the difference between the accounting value of the participation in the capital of the Subsidiary Companies and the value of the proportional part of their consolidated Shareholders' Equity on the date of first consolidation.

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In the event of a positive consolidation difference, corresponding to the excess between the cost of the investment and theoretical book value attributable to the Investee Company on the date of its incorporation into the Group, it is allocated directly and to the extent possible to the item's assets of the Dependent Company, without exceeding their market value. If it is not assignable to equity elements, it is considered consolidation goodwill. In the event that this difference is negative, it is called a negative consolidation difference and is fully recognized in the first consolidation in the profit and loss account.

If the valuation process necessary to calculate the first consolidation difference could not be concluded on the closing date of the year in which a business combination took place, the interim consolidated financial statements will be prepared using provisional values. In this case, these values must be adjusted in accordance with the provisions of section 2.6 of the registration and valuation rule 19th Business Combinations of the General Accounting Plan.

b) External partners

The value of the participation of the minority shareholders in the equity and in the results of the year of the dependent companies is presented, respectively, under the headings "External partners" and "Losses and profits of external partners", of the liabilities of the consolidated balance sheet and in the "Result attributed to external partners" in the consolidated profit and loss account.

c) Transactions between companies included in the scope of consolidation

The eliminations of reciprocal credits and debits, reciprocal expenses and income and results from internal operations have been carried out based on what is established in this regard in Royal Decree 1159/2010, of September 17.

d) Homogenisation of items

The different items of the individual accounts of each of the companies have been subject to the corresponding valuation standardization, adapting the criteria applied to those used by the Parent Company for its own interim consolidated financial statements, as long as they have a significant effect.

e) Intangible asset

As general rule, intangible assets are recorded provided they meet the criteria of identifiability and are valued initially at their acquisition price or production cost, subsequently reduced by the corresponding accumulated amortization and, where appropriate, by losses from experienced deterioration. In particular, the following criteria are applied:

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**Notes to the Consolidated Financial Statements for the
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e.1) Goodwill

Goodwill is only recorded when its value is disclosed by virtue of an onerous acquisition, in the context of a business combination.

Goodwill is assigned to the cash-generating units on which the benefits of the business combination are expected to accrue and, where appropriate, the corresponding valuation adjustment is recorded.

After initial recognition, goodwill will be valued at its acquisition price less accumulated amortization and, if applicable, the accumulated amount of recognized valuation corrections for impairment. Goodwill is not amortized.

At the end of each fiscal year, an analysis is conducted to assess whether there are indications of impairment of the cash-generating units to which goodwill has been allocated, and if so, impairment testing is performed. Impairment losses recognized in goodwill are not reversed in subsequent fiscal years.

e.2) Computer applications

Computer programs that meet the recognition criteria are activated at their acquisition or development cost. Its amortization is carried out on a straight-line basis over a period of 3 years from the entry into operation of each application. Computer software maintenance costs are charged to income for the year in which they are incurred.

f) Property, plant and equipment

Property, plant and equipment is valued at its acquisition price or production cost, reduced by the corresponding accumulated depreciation and impairment losses experienced.

Indirect taxes levied on tangible fixed assets are only included in the acquisition price or production cost when they are not recoverable directly from the Tax Agency. The initial estimate of the current value of the obligations assumed derived from the dismantling or removal and others associated with the aforementioned asset, such as the costs of rehabilitation of the place on which it is based, is included as a higher value of the property, plant and equipment, provided that these obligations give leading to the recording of significant provisions.

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The costs of expansion, modernization or improvements that represent an increase in productivity, capacity or efficiency, or a lengthening of the useful life of the assets, are recorded as a higher cost of these. Upkeep and maintenance expenses are charged to the profit and loss account for the year in which they are incurred.

The Group depreciates its property, plant and equipment on a straight-line basis based on the estimated useful life of the respective assets. The annual amortization coefficients applied are as follows:

Item	Years of service life
Constructions	1,5-3%
Technical facilities	5-10%
Machinery	5-12%
Tools	15%
Other installations	10%
Furnishing	10%
Information processing equipment	15-25%
Transportation elements	15%
Other tangible fixed assets	12%

Regarding assets associated with operating leases and other operations of a similar nature, the investments made that are not separable from those elements used through leases classified as operating, are recorded as property, plant and equipment when they meet the definition of assets.

The amortization of these investments is carried out based on their useful life, which will be the duration of the lease or transfer contract, including the renewal period when there is evidence to support that it will occur, when it is less than the useful asset.

Additionally, the following specific standards are applied:

f.1) Land and natural assets

Included in its acquisition price are conditioning expenses, such as closures, earthworks, sanitation and drainage works, demolition of buildings when necessary to carry out new plant works, inspection expenses and drawing up plans when are made prior to its acquisition, as well as, where appropriate, the initial estimate of the current value of the present obligations derived from the costs of rehabilitating the site.

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f.2) Technical installations and other items

Utensils and tools incorporated into mechanical elements are valued and depreciated following the same rules as those applicable to them. In general, those that do not form part of a machine and whose period of use is estimated to be less than one year are recorded as an expense for the year. When the period of use exceeds one year, they are recorded as fixed assets upon acquisition, proceeding to their regularization at the end of the year based on the physical inventory carried out, with reasonable write-off due to demerit.

Templates and molds used on a permanent basis in serial production are also included, calculating their depreciation according to the estimated useful life period. Custom molds, used for isolated manufacturing, are not considered inventoriable, unless they have net realizable value.

f.3) Assets associated with operating leases and other operations of a similar nature

Investments made that are not separable from those elements used in leases classified as operating are recorded as property, plant and equipment when they meet the definition of assets.

The amortization of these investments is carried out based on their useful life, which will be the duration of the lease or transfer contract, including the renewal period when there is evidence to support that it will occur, when it is less than the economics of the asset.

f.4) Assets under construction and advances

All payments on account incurred in the purchase of real estate, technical installations, other fixed assets before the effective delivery of the same or putting them in conditions of use are included.

g) Impairment of intangible and tangible fixed assets

At the end of each financial year, in the event that there are indications of loss of value, the Group proceeds to estimate by means of the so-called "Impairment Test" the possible existence of loss of value of any element of intangible or material asset, or in its case any cash-generating unit, which reduce the recoverable value of said assets to an amount lower than their book value. These estimates would be based on the future forecast of the updated cash flows considering the current market evolution, applying criteria of prudence and conservative management scenarios, as well as the necessary investments in the future.

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The recoverable amount is determined as the higher of fair value less costs to sell and value in use. The procedure implemented by the Group's Management to carry out this test is as follows: The recoverable values are calculated for each cash-generating unit, although in the case of property, plant and equipment, whenever possible, the impairment calculations are made element by element, individually.

In the event that an impairment loss must be recognized for a cash-generating unit to which all or part of goodwill has been assigned, the book value of the goodwill corresponding to said unit is first reduced. If the impairment exceeds its amount, secondly, the other assets of the cash-generating unit are reduced, in proportion to their book value, up to the limit of the highest value among the following: their fair value less selling costs, its value in use and zero.

When an impairment loss subsequently reverses, the carrying amount of the asset or cash-generating unit is increased by the revised estimate of its recoverable amount, but in such a way that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized in prior years. Such reversal of an impairment loss is recognized as income.

h) Financial instruments

The Group, at the time of initial recognition, classifies financial instruments as a financial asset, a financial liability or an equity instrument, based on the economic substance of the transaction, and bearing in mind the definitions of financial asset, financial liability and financial instrument, of equity, of the applicable financial information framework, which has been described in note 2.a.

The recognition of a financial instrument occurs at the moment in which the Group becomes an obligated party to it, either as acquirer, holder or issuer thereof.

h.1) Financial assets

The Group classifies its financial assets based on the business model applied to them and the characteristics of the cash flows of the instrument.

The business model is determined by the Group's Management, and it reflects the way in which each group jointly manages financial assets to achieve a specific business objective. The business model that the Group applies to each group of financial assets is the way in which it manages them with the aim of obtaining cash flows.

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When categorizing assets, the Group also bears in mind the characteristics of the cash flows they accrue. Specifically, it distinguishes between those financial assets whose contractual conditions give rise, on specified dates, to cash flows that are collections of principal and interest on the principal amount outstanding (hereinafter, assets that meet the UPPI criteria), of the rest of the financial assets (hereinafter, assets that do not meet the UPPI criteria).

Specifically, the Group's financial assets are classified into the following categories:

h.1.1.) Financial assets at amortized cost

They correspond to financial assets to which the Group applies a business model that has the objective of receiving the cash flows derived from the execution of the contract, and the contractual conditions of the financial asset give rise, on specified dates, to cash flows which are only collections of principal and interest, on the amount of the outstanding principal, even when the asset is admitted to trading on an organized market, so they are assets that meet the UPPI criteria (financial assets whose contractual conditions give rise, on specified dates, to cash flows that are collections of principal and interest on the principal amount outstanding).

The Group considers that the contractual cash flows of a financial asset are only collections of principal and interest on the amount of the outstanding principal, when these are those of an ordinary or common loan, notwithstanding that the operation is agreed at a zero interest or below market. The Group considers that financial assets convertible into equity instruments of the issuer, loans with inverse variable interest rates (in other words, a rate that has a relationship inverse with market interest rates); or those in which the issuer can defer the payment of interest if said payment would affect its solvency, without the deferred interest accruing additional interest.

When evaluating whether the Group is applying the business model of collecting contractual cash flows to a group of financial assets, or, on the contrary, applying another business model, it takes into consideration the calendar, the frequency and the value of the sales that are taking place and have taken place in the past within this group of financial assets. Sales by themselves do not determine the business model and therefore cannot be considered in isolation.

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Therefore, the existence of occasional sales, within the same group of financial assets, does not determine the change of business model for the rest of the financial assets included within that group. To assess whether said sales determine a change in the business model, the Group takes into account the existing information on past sales and expected future sales for the same group of financial assets. The Group also takes into account the conditions that existed at the time of the past sales and the current conditions, when evaluating the business model that it is applying to a group of financial assets.

In general, credits for commercial operations and credits for non-commercial operations are included in this category:

- Credits for commercial operations: Those financial assets that originate with the sale of goods and the provision of services for the Group's traffic operations for the deferred payment.
- Credits for non-commercial operations: Those financial assets that, not being equity instruments or derivatives, do not have a commercial origin and whose collections are of a determined or determinable amount, originating from loan or credit operations granted by the Group.

They are initially recorded at the fair value of the consideration given plus the transaction costs that are directly attributable.

Notwithstanding the foregoing, credits for commercial operations with a maturity of no more than one year and that do not have a contractual interest rate are initially valued at their nominal value, as long as the effect of not updating the cash flows is not significant, in which case they will continue to be valued later for said amount, unless they have been impaired. After their initial recognition, they are valued at amortized cost. Interest accrued is recorded in the consolidated profit and loss account.

At year-end, the Group makes the appropriate valuation corrections for impairment whenever there is objective evidence that the value of a financial asset, or of a group of financial assets with similar risk characteristics valued collectively, has been impaired as a result of one of the or more events that occurred after its initial recognition, which cause a reduction or delay in the collection of estimated future cash flows, which may be motivated by the insolvency of the debtor.

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Valuation adjustments due to impairment are recorded based on the difference between their book value and the current value at the close of the fiscal year of the future cash flows that are estimated to be generated (including those from the execution of real guarantees and/or personal), discounted at the effective interest rate calculated at the time of initial recognition. For financial assets at a variable interest rate, the Group uses the effective interest rate that, in accordance with the contractual conditions of the instrument, must be applied at the closing date of the financial year. These corrections are recognized in the consolidated profit and loss account.

h 1.2.) Financial assets at cost

The following financial assets are included in this category:

- Investments in equity instruments whose fair value cannot be determined with reference to an active market, or cannot be estimated reliably, and derivatives that have this type of investment as underlying.
- Hybrid financial assets whose fair value cannot be reliably estimated, unless it meets the criteria to be classified as a financial asset at amortized cost.
- Contributions made to participation accounts and the like.
- Participative loans whose interests are contingent, either because a fixed or variable interest rate is agreed upon, subject to the fulfilment of a milestone for the borrower (e.g. obtaining profits), or because they are calculated with reference to the evolution of the activity of this.
- Any financial asset, which could initially be classified as a financial asset at fair value with changes in the profit and loss account, when it is not possible to obtain a reliable estimate of the fair value.

They are initially recorded at the fair value of the consideration given plus the transaction costs that are directly attributable. Fees paid to legal advisers or other professionals involved in the acquisition of the asset are recorded as an expense in the consolidated income statement. The expenses generated internally in the acquisition of the asset are also not recorded as a higher value of the asset, being recorded in the consolidated profit and loss account

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Equity instruments classified in this category are valued at their cost, less, where appropriate, the accumulated amount of valuation corrections for impairment.

Contributions made as a result of a participation account contract and the like are valued at cost, increased or decreased by the profit or loss, respectively, corresponding to the Group as a non-managing participant, and less, where appropriate, the accumulated amount of valuation corrections due to impairment.

This same criterion is applied to participating loans whose interests are contingent, either because a fixed or variable interest rate is agreed upon, subject to the fulfillment of a milestone in the borrowing company, or because they are calculated exclusively by reference to the evolution of the activity of said company. If, in addition to a contingent interest, it includes an irrevocable fixed interest, the latter is recorded as financial income based on its accrual. Transaction costs are charged to the consolidated profit and loss account on a straight-line basis throughout the life of the participating loan.

At least at year-end, the Group makes the necessary valuation adjustments whenever there is objective evidence that the book value of an investment is not recoverable.

The amount of the valuation adjustment is calculated as the difference between its book value and the recoverable amount, understood as the higher amount between its fair value less costs of sale and the present value of the future cash flows derived from the investment. , which in the case of equity instruments is calculated either by estimating what is expected to be received as a result of the distribution of dividends made by the investee and the disposal or derecognition of the investment therein, or by the estimate of its participation in the cash flows that are expected to be generated by the investee entity, both from its ordinary activities and from its disposal or derecognition.

The recognition of valuation corrections for value impairment and, if applicable, their reversal, will be recorded as an expense or income, respectively, in the consolidated profit and loss account. The reversal of impairment will be limited to the book value of the investment that would be recognized on the reversal date if the impairment had not been recorded.

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h 1.3.) Disposal of financial assests

Financial assets are removed from the consolidated balance sheet, as established by the Conceptual Accounting Framework, of the General Accounting Plan, approved by Royal Decree 1514/2007, of November 16, based on the economic reality of the transactions and not only to the legal form of the contracts that regulate it. Specifically, the derecognition of a financial asset is recorded, in whole or in part, when the contractual rights to the cash flows of the financial asset have expired or when they are transferred, provided that in said transfer the risks and benefits inherent to your property. The Group understands that the risks and benefits inherent to the ownership of the financial asset have been substantially transferred when its exposure to the variation in cash flows ceases to be significant in relation to the total variation in the present value of the cash flows. net futures associated with the financial asset.

If the Group has not substantially transferred or retained the risks and rewards of the financial asset, it is written off when control is not retained. If the Group maintains control of the asset, it continues to recognize it for the amount to which it is exposed due to changes in the value of the assigned asset, that is, due to its continued involvement, recognizing the associated liability.

The difference between the consideration received net of attributable transaction costs, considering any new asset obtained less any liability assumed, and the book value of the transferred financial asset, plus any accumulated amount that has been recognized directly in consolidated equity, determines the gain or loss arising from the derecognition of the financial asset and is part of the result of the year in which it occurs.

The Group does not derecognize financial assets in assignments in which it substantially retains the risks and rewards inherent to their ownership, such as the discounting of bills, recourse factoring operations, sales of financial assets with repurchase at a fixed price or at the sale price plus interest and the securitization of financial assets in which the Group retains subordinated financing or other types of guarantees that substantially absorb all expected losses. In these cases, the Group recognizes a financial liability for an amount equal to the consideration received.

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h.2) Financial liabilities

A financial liability is recognized in the consolidated balance sheet when the Group becomes an obligated party to the contract or legal transaction in accordance with its provisions. Specifically, the financial instruments issued are classified, in whole or in part, as a financial liability, provided that, in accordance with its economic reality, it implies a direct or indirect contractual obligation for the Group to deliver cash or another financial asset or to exchange financial assets or liabilities with third parties under unfavourable conditions.

Any contract that may be settled with the Group's own equity instruments is also classified as a financial liability, provided that:

- It is not a derivative and requires or may require the delivery of a variable amount of its own equity instruments.
- If it is a derivative with an unfavorable position for the Group, which can be settled through a method other than the exchange of a fixed amount of cash or another financial asset for a fixed amount of the Group's equity instruments; For these purposes, own equity instruments do not include those that are, in themselves, contracts for the future receipt or delivery of the Group's own equity instruments.

Additionally, the rights, options or warrants that allow obtaining a fixed number of the Group's own equity instruments are recorded as equity instruments, provided that the Group offers said rights, options or warrants proportionally to all the partners of the same class of equity instruments. However, if the instruments give the holder the right to settle them in cash or through the delivery of equity instruments based on their fair value or at a fixed price, they are classified as financial liabilities.

Contributions made as a result of a participation account contract and the like are valued at cost, increased or decreased by the profit or loss, respectively, corresponding to the Group as a non-managing participant, and less, where appropriate, the accumulated amount of valuation corrections due to impairment. In this case, when the entire cost of the participation account has been impaired, the additional losses generated by it will be classified as a liability.

Participating loans that accrue contingent interest are recorded in the same way, either because a fixed or variable interest rate is agreed upon, subject to the fulfilment of a milestone in the borrowing company (for example, obtaining profits), or because are calculated exclusively by reference to the evolution of the activity of the aforementioned company. The financial expenses accrued by the participating loan are recognized in the consolidated profit and loss account in accordance with the accrual principle, and the transaction costs will be allocated to the consolidated profit and loss account in accordance with a financial criterion or, if not be applicable, on a straight-line basis throughout the life of the participating loan.

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In those cases, in which the Group does not transfer the risks and benefits inherent to a financial asset, it recognizes a financial liability for an amount equivalent to the consideration received.

The categories of financial liabilities, among which the Group classifies them, are the following:

- Financial liabilities at amortized cost.
- Financial liabilities at fair value with changes in the profit and loss account.

h.2.1) Financial liabilities at amortized cost

In general, the Group classifies the following financial liabilities in this category:

- Debts for commercial operations: are those financial liabilities that originate in the purchase of goods and services for traffic operations with deferred payment.

Additionally, all those financial liabilities that do not meet the criteria to be classified as financial liabilities at fair value with changes in the profit and loss account will be classified within this category.

Financial liabilities at amortized cost are initially valued at the fair value of the consideration received, adjusted for directly attributable transaction costs.

Notwithstanding the foregoing, debts for commercial operations with a maturity of no more than one year and that do not have a contractual interest rate, as well as disbursements required by third parties on participations, the amount of which is expected to be paid in the short term, are initially valued at their nominal value, as long as the effect of not updating the cash flows is not significant.

Subsequently, they are valued at their amortized cost, using the effective interest rate for this purpose. Those that, according to what was mentioned in the previous paragraph, are initially valued at their nominal value, continue to be valued at that amount.

h.2.2) Disposal of financial liabilities

The Group derecognises a financial liability when the obligation has been extinguished. The Group also derecognises financial liabilities it acquires (even if with the intention of selling them in the future).

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When there is an exchange of debt instruments with a lender, provided that they have substantially different conditions, the original financial liability is derecognized and the new financial liability that arises is recognised. In the same way, a substantial modification of the current conditions of a financial liability is recorded.

The difference between the book value of the financial liability, or of the part thereof that has been derecognized, and the consideration paid, including attributable transaction costs, and which also includes any transferred asset other than cash or liability assumed, is recognized in the consolidated income statement for the year in which it occurs.

When there is an exchange of debt instruments that do not have substantially different conditions, the original financial liability is not derecognized from the consolidated balance sheet, recording the amount of commissions paid as an adjustment to its book value. The new amortized cost of the financial liability is determined by applying the effective interest rate, which is the rate that equals the book value of the financial liability on the modification date with the cash flows to be paid under the new conditions.

For these purposes, the conditions of the contracts are considered to be substantially different when the lender is the same as the one that granted the initial loan and the present value of the cash flows of the new financial liability, including the net commissions, differs by at least one 10% of the present value of the cash flows pending payment of the original financial liability, both restated at the effective interest rate of the original liability.

Additionally, the Group, in those cases in which said difference is less than 10%, also considers that the conditions of the new financial instrument are substantially different, when there are other types of substantial modifications in it of a qualitative nature, such as: change of type from a fixed interest rate to a variable interest rate or the contrary, the restatement of the liability in a different currency, an ordinary loan that becomes a participating loan, etc.

i) Inventories

Inventories are valued at their acquisition price, production cost or net realizable value, whichever is lower. The weighted average price method is applied for its valuation. Commercial discounts, rebates obtained, other similar items and interest included in the face value of debits are deducted in determining the acquisition price.

The cost of production includes the costs of materials, labour and other direct costs.

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The net realizable value represents the estimate of the sale price minus the estimated costs to complete its manufacture and the costs that will be incurred in the marketing, sale and distribution processes.

For those inventories that need a period greater than one year to be in a position to be sold, the cost includes the financial expenses that have been drawn by the supplier or correspond to loans or other types of external financing, specific or generic, directly attributable to manufacturing or construction.

When the net realizable value of inventories is less than their acquisition price or their production cost, the appropriate valuation corrections are made, recognizing them as an expense in the profit and loss account.

These corrections are subject to reversal if the circumstances that caused the correction of the value of the inventories have ceased to exist, being recognized as income in the profit and loss account.

In the case of raw materials and other consumables in the production process, no valuation adjustment is made when it is expected that the finished products into which they are incorporated will be sold above cost. When it is appropriate to make the valuation correction, the replacement price is taken as a measure.

The valuation of obsolete, defective or slow-moving products has been reduced to their possible realizable value, recording the correction made in the profit and loss account for the year.

j) Transactions in foreign currency

The conversion into functional currency of the debit and credit balances generated in the operations expressed in foreign currency is carried out by applying the exchange rate in force at the time of carrying out the corresponding operation, being valued at the end of the fiscal year in accordance with the exchange rate in force in that moment. In cases of foreign exchange hedging, only the part of the unhedged risk is considered.

The exchange differences that arise as a result of the valuation at year-end of debits and credits in foreign currency are charged directly to the profit and loss account.

k) Grants, donations and bequests received

They are initially accounted for as income directly allocated to equity, being recognized in the profit and loss account as income on a systematic and rational basis, correlated with the expenses derived from the grants, donations and bequests received in accordance with the criteria described below:

- If granted to finance specific expenses, they are recognized as income as the subsidized expenses are incurred.

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- If they are granted for the acquisition of assets or inventories, they are charged to results in proportion to the amortization or, where appropriate, when they are sold, valuation correction due to impairment or write-off from the balance sheet.
- Monetary amounts received without allocation to a specific purpose are allocated as income in the year.

Monetary grants, donations and bequests received are valued at the fair value of the amount granted.

1) Income tax

The companies of the Group are taxed separately for corporation tax. The expense or income for income tax is calculated by adding the expense or income for the current tax plus the part corresponding to the expense or income for deferred tax.

The current tax is the amount that results from the application of the tax rate on the tax base for the year and after applying the deductions that are fiscally admissible.

Deferred tax expense or income corresponds to the recognition and cancellation of deferred tax assets and liabilities. These include temporary differences that are identified as those amounts expected to be payable or recoverable arising from the differences between the carrying amounts of assets and liabilities and their tax value. These amounts are recorded by applying the tax rate at which they are expected to be recovered or settled to the temporary difference.

Deferred tax liabilities are recognized for all taxable temporary differences, except those in which the Group can control the timing of the reversal and it is probable that they will not reverse in the foreseeable future. For their part, deferred tax assets are only recognized to the extent that it is considered likely that the Group will have future taxable profits against which they can be made effective.

Deferred tax assets and liabilities arising from transactions with direct charges or credits to equity accounts are also recorded with a balancing entry in equity. At each accounting close, the recorded deferred taxes are reviewed in order to verify that they remain valid, making the appropriate corrections to them. Likewise, deferred tax assets not recorded on the balance sheet are evaluated and are recognized to the extent that their recovery with future tax benefits becomes probable.

The Group is subject to the consolidated corporate income tax return regime according to the communication received on March 5th, 2020, in which it is assigned 496/20 as the tax group number. Since then, the corporate income tax return for the year's corresponding to the companies of the Group will be made under the tax consolidation regime.

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m) Transactions between related parties

Transactions between related parties, regardless of the degree of relationship, are accounted for in accordance with the general rules. Consequently, in general, the elements subject to the transaction are initially recognized at their fair value. If the agreed price in a transaction differs from its fair value, the difference is recorded based on the economic reality of the transaction. The subsequent valuation is carried out in accordance with the provisions of the corresponding regulations.

n) Income and expenses

The income primarily derives from the sale and provision of services in the purchase and sale of upholstery materials, as well as fabrics of all kinds, and the manufacture of chemical and plastic products. The Company's main economic activity is the production of polyurethane foam for subsequent commercialization in the national market.

To determine whether revenue should be recognized, the Group follows a five-step process:

1. Identification of the contract with a client
2. Identification of performance obligations
3. Determining the price of the transaction
4. Allocation of transaction price to performance obligations
5. Revenue recognition when performance obligations are met.

Ordinary revenues are recognised when the sale is delivered to customers, meaning when the Company satisfies performance obligations by transferring promised goods or services to customers at the fair value of the consideration received or receivable, net of any discounts or commitments assumed.

o) Consolidated statement of cash flows

The consolidated statement of cash flows has been prepared using the indirect method, and in it the following expressions are used with the meaning indicated below:

- Operating activities: activities that constitute the Group's ordinary income, as well as other activities that cannot be classified as investment or financing.
- Investing activities: activities of acquisition, sale or disposal by other means of long-term assets and other investments not included in cash and cash equivalents.
- Financing activities: activities that produce changes in the size and composition of consolidated equity and liabilities that are not part of operating activities.

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5. Intangible assets

The balances and changes during the fiscal year ended March 31st, 2025, and the annual fiscal year ended March 31st, 2024, in the items comprising intangible fixed assets, are as follows:

Balance at 04.01.23	29.424.026	346.757	29.770.783
Balance at 03.31.24	29.424.026	346.757	29.770.783
Balance at 03.31.25	29.424.026	346.757	29.770.783
<u>Accumulated amortization</u>			
Balance at 04.01.23	-	(343.059)	(343.059)
Amortization provision	-	(1.905)	(1.905)
Balance at 03.31.24	-	(344.964)	(344.964)
Amortization provision	-	(1.793)	(1.793)
Balance at 03.31.25	-	(346.757)	(346.757)
Net Book Value at 03.31.24	29.424.026	1.793	29.425.819
Net Book Value at 03.31.25	29.424.026	-	29.424.026

The gross value of items in use that are fully amortized at the end of the fiscal year ended March 31st, 2025 and at the end of the fiscal year ended March 31, 2024 is as follows:

Account	Balance at 03.31.25	Balance at 03.31.24
Computer applications	325.996	325.996

As of March 31, 2025, the Group conducted an impairment test on the goodwill of Interplasp, S.L. using cash flow projections to determine recoverable amount. The impairment tests were conducted at the closing date, and as a result of these tests, it was concluded that no impairment exists. The projections prepared by management cover a period of 5 years, with an estimated average cash flow of 3.4 million euros, using a current discount rate of 7.8%, which is the weighted average cost of capital after taxes (WACC).

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6. Property, plant and equipment

The balances and variations during the fiscal year ended March 31st, 2025 and the annual year ended March 31st, 2024, of the gross values, of the accumulated amortization and of the valuation correction are:

	Land and constructions	Technical installations and other tangible fixed assets	Fixed assets in progress and advances	Total
<u>Valores brutos</u>				
Balance at 04.01.23	8.737.809	13.177.742	4.661.003	26.576.554
Inputs	-	289.592	5.193.761	5.483.353
Tranfers to/from other items	-	1.315.491	(1.315.491)	-
Balance at 03.31.24	8.737.809	14.720.673	8.539.273	31.997.755
Inputs	-	52.916	1.003.801	1.056.717
Disposals, withdrawals or reductions	-	(240.702)	(86.176)	(326.878)
Tranfers to/from other items	-	1.245.903	(1.245.903)	-
Balance at 03.31.25	8.737.809	15.778.790	8.210.995	32.727.594
<u>Accumulated amortization</u>				
Balance at 04.01.23	(1.751.367)	(9.056.689)	-	(10.808.056)
Amortization provision	(120.023)	(970.581)	-	(1.090.604)
Disposals, withdrawals or reductions	-	58.149	-	58.149
Tranfers to/from other items	(56.771)	(17.441)	-	(74.212)
Balance at 03.31.24	(1.928.161)	(9.986.562)	-	(11.914.723)
Amortization provision	(211.140)	(1.118.941)	-	(1.330.081)
Disposals, withdrawals or reductions	-	142.293	-	142.293
Balance at 03.31.25	(2.139.301)	(10.963.210)	-	(13.102.511)
Net book value to 03.31.24	6.809.648	4.734.111	8.539.273	20.083.032
Net book value to 03.31.25	6.598.508	4.815.580	8.210.995	19.625.083

The additions have primarily occurred due to the project to expand the production facilities, which consists of two new constructions and machinery, particularly the new drying equipment. Additionally, as is customary each year, there have been additions aimed at replacing old facilities at the factory.

The gross value of items in use that are fully amortized at the end of the fiscal year ended March 31st, 2025 and at the end of the fiscal year ended March 31st, 2024 is as follows:

Account	Balance at 03.31.25	Balance at 03.31.24
Constructions	225.566	225.566
Other tangible fixed asset	2.751.634	2.871.283
	2.977.200	3.096.849

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During the fiscal year ended March 31st, 2025, property, plant, and equipment under construction with a net book value of 98,409 euros (62,152 euros at the end of the fiscal year ended March 31st, 2024) were disposed of, generating a profit of 3,496 euros (10,762 euros at the end of the fiscal year ended March 31st, 2024).

The net value separately of the construction and the land, of the properties owned, is as follows:

Account	Balance at 03.31.25	Balance at 03.31.24
Land	176.474	176.474
Constructions	3.120.670	3.222.963
	<u>3.297.144</u>	<u>3.399.437</u>

The company's policy is to obtain insurance policies to cover potential risks associated with its various property, plant, and equipment. As of the end of the fiscal year ended March 31st, 2025, and the fiscal year ended March 31st, 2024, there were no coverage deficits related to these risks.

7. Financial instruments

7.a.) Financial assets

The book value of each of the categories of financial instruments established in the registration and valuation standard for "Financial Instruments" at the close of the fiscal year ended March 31st, 2025 and at the close of the annual fiscal year ended March 31st of 2024 is as follows:

<u>Categories:</u>	<u>Credits, derivatives and others</u>	
	<u>03.31.25</u>	<u>03.31.24</u>
Financial assets at amortized cost	175.270	182.708
	<u>175.270</u>	<u>182.708</u>

<u>Short term financial investments</u>					
<u>Equity instruments</u>		<u>Credits, derivatives and others</u>		<u>Total</u>	
<u>03.31.25</u>	<u>03.31.24</u>	<u>03.31.25</u>	<u>03.31.24</u>	<u>03.31.25</u>	<u>03.31.24</u>
Financial assets at amortized cost	-	8.013.014	6.843.970	8.013.014	6.843.970
Financial assets at cost	30.435	3.400	3.400	33.835	33.835
	<u>30.435</u>	<u>8.016.414</u>	<u>6.847.370</u>	<u>8.046.849</u>	<u>6.877.805</u>

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7.a.1) Financial assets at amortized cost

The detail of the financial assets at amortized cost classified in this category at the end of the fiscal year ended March 31st, 2025, and at the end of the year ended March 31st, 2024, is as follows:

Concept	03.31.25	03.31.24	03.31.25	03.31.24
Financial investment	175.270	182.708	22.314	29.752
Loans to companies	175.270	182.708	22.314	29.752
Trade and other receivables	-	-	7.947.450	6.814.218
<i>Clients, trade receivables for sales and services</i>	-	-	7.947.450	6.814.218
<i>Other financial assets</i>	-	-	43.250	-
Total	175.270	182.708	8.013.014	6.843.970

7.a.1.1.) Trade receivables and other accounts receivable

The detail of the balance sheet heading "Trade and other accounts receivable" at the close of the fiscal year ended March 31st, 2025, and at the close of the annual fiscal year ended March 31st, 2024, is as follows:

Concept	03.31.25	03.31.24
Clients, trade receivables for sales and services	7.947.450	6.814.218

The variations derived from the impairment losses originated by credit risk by class of financial assets have been the following:

Concept	03.31.25	03.31.24
	Clients	Clients
	Short term	Short term
Initial impairment loss	2.286.784	2.364.808
Corrección valorativa por deterioro	-	(121.501)
Reversal of impairment	73.632	65.569
Disposals and reductions	(52.500)	(21.092)
Transfers and other variations	-	(1.020)
Final impairment loss	2.307.916	2.286.764

Additionally as of March 31st, 2025, the reversal of impairment recorded for the collection of balances from clients provisioned for an amount of 52,500 euros (21,092 euros at the closing of last year) has been accounted for as uncollectible commercial losses.

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7.a.2) Financial assets at cost

The details of the financial assets classified in this category at the close of the fiscal year ended March 31st, 2025 and at the close of the annual fiscal year ended March 31st, 2024 are as follows:

	03.31.25		03.31.24	
	Current		Current	
	Acquisition cost	Net book value	Acquisition cost	Net book value
Equity instruments	30.435	30.435	30.434	30.434
Other financial assets	3.400	3.400	3.400	3.400
	<u>33.835</u>	<u>33.835</u>	<u>33.834</u>	<u>33.834</u>

The fair value of the financial assets included in this category at the end of fiscal year ended March 31st, 2025, and at the end of the annual period ended March 31, 2024 is as follow:

	31.03.2025		31.03.2024	
	Current		Current	
	Net book value	Fair value	Net book value	Fair value
Equity instruments	30.435	30.435	30.435	30.435
Other financial assets	3.400	3.400	3.400	3.400
	<u>33.835</u>	<u>33.835</u>	<u>33.835</u>	<u>33.835</u>

7.b.) Financial liabilities

Except for the balances with group companies that are included in note 16, the book value of each of the categories of financial instruments established in the registration and valuation standard for "Financial instruments", at the end of the fiscal year ended March 31st, 2025, and at the close of the fiscal year ended March 31st, 2024 is as follows:

	Debts with financial institutions		Others		Total	
	03.31.25	03.31.24	03.31.25	03.31.24	03.31.25	03.31.24
Financial liabilities at amortized cost	<u>10.563.198</u>	<u>12.867.987</u>	<u>414.191</u>	<u>102.225</u>	<u>10.977.389</u>	<u>12.970.212</u>
Short term financial liabilities						
	Debts with financial institutions		Others		Total	
	03.31.25	03.31.24	03.31.25	03.31.24	03.31.25	03.31.24
Financial liabilities at amortized cost	<u>13.051.287</u>	<u>13.493.645</u>	<u>4.851.156</u>	<u>3.730.794</u>	<u>17.902.442</u>	<u>17.224.439</u>

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7.b.1) Financial liabilities at amortized cost

The breakdown of the balances of financial liabilities classified in this category at the end of the fiscal year ended March 31st, 2025 and at the end of the year ended March 31st, 2024 is as follows:

Concept	Not current		Current	
	03.31.25	03.31.24	03.31.25	03.31.24
Debts with financial institutions	10.563.198	12.867.987	13.051.287	13.493.645
Trade payable and other accounts payable	-	-	4.831.814	3.585.715
Suppliers	-	-	3.611.988	2.693.247
Suppliers, group companies and associates	-	-	383.410	8.945
Other payables	-	-	567.825	719.147
Personnel (salaries payable)	-	-	81.546	69.441
Advances from customers	-	-	187.045	94.935
Other financial liabilities	414.191	102.225	9.342	145.079
Total	10.977.389	12.970.212	17.892.443	17.224.439

The increase in the volume of debts with financial institutions is related to the project for expanding the production facilities.

7.b.1.1) Trade payable and other accounts payable

The breakdown of the consolidated balance sheet item “Trade payable and other accounts payable,” classified as financial liabilities at amortized cost, is as follows:

Concept	03.31.25	03.31.24
Suppliers	3.611.988	2.693.247
Suppliers, group companies and associates (see note 18)	383.410	8.945
Other payables	567.825	719.147
Personnel (salaries payable)	81.546	69.441
Advances from customers	187.045	94.935
Total	4.831.814	3.585.715

For the purposes of the provisions of the third additional provision of Law 15/2010, of July 5, modified by section 2 of article 9 of Law 18/2022, of September 28, and in accordance with the Resolution of February 29, 2016 of the Institute of Accounting and Audit of Accounts, a detail is included below with the average period of payment to suppliers, ratio of transactions paid, ratio of transactions outstanding, total payments made and total payments outstanding:

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	2024-25	2023-24
	Days	Days
Average Suppliers payment period	45	42
Ratio of operations paid	47	41
Ratio of operations pending payment	27	54
	2024-25	2023-24
	Import	Import
Total payments made	39.395.242	30.278.545
Total outstanding payments	88.590	53.557
	2024-25	2023-24
Volume of invoices paid within the legal term	39.070.056	26.209.430
Number of invoices paid within the legal term	2.579	2.228
Percentage of the volume of invoices paid within the legal term over the total volume of invoices paid (%)	99%	87%
Percentage of the number of invoices paid within the legal term over the total number of invoices paid (%)	99%	91%

7.b.1.2) The discount lines and credit policies granted are the following:

	03.31.25		
	Limit	Amount disposed as for 03.31.25	Available amount
National discount lines	4.500.000	618.378	3.881.622
Confirming and export credit lines	8.764.000	8.665.625	98.375
Credit cards	19.500	-	19.500
	13.283.500	9.284.003	3.999.497
		03.31.24	
	Limit	Amount disposed as for 03.31.24	Available amount
National discount lines	4.150.000	1.746.075	2.403.925
Confirming and export credit lines	7.895.000	7.561.590	333.410
Credit cards	22.500	5.818	16.682
	12.067.500	9.313.483	2.754.017

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7.b.1.3) Classification by maturities

The breakdown by maturity of the different long-term financial liabilities, with a definite or determinable maturity, at the end of the fiscal year ended March 31st, 2025 is as follows:

Financial liabilities at amortized cost	2026-27	2027-28	2028-29	Rest	Total
Debts with financial institutions	3.787.681	3.836.054	2.271.224	668.239	10.563.198
Other liabilities	14.604	62.204	62.204	275.178	414.191
	<u>3.802.285</u>	<u>3.898.258</u>	<u>2.333.428</u>	<u>943.417</u>	<u>10.977.389</u>

The breakdown by maturity of the different long-term financial liabilities, with definite or determinable maturity, as of the close of the fiscal year ended March 31st, 2024, is as follows:

	2025-26	2026-27	2027-28	Rest	Total
Financial liabilities at amortized cost					
Debts with financial institutions	3.537.270	3.573.871	3.605.068	2.151.778	12.867.987

8. Inventories

At the end of the fiscal year ended March 31st, 2025 and at the end of the fiscal year ended March 31st, 2024, there are no firm purchase and sale commitments, as well as future or option contracts related to inventories.

9. Information on the nature and level of risk arising from financial instruments

The management of the Group's financial risks is centralized in the Financial Department, which has established the necessary mechanisms to control exposure to variations in interest rates, as well as to credit and liquidity risks. The main financial risks that impact the Group are indicated below:

a) Credit risk

As a general practice, the Group holds its cash and cash equivalents in financial institutions with high credit ratings. Additionally, the majority of its accounts receivable from customers are secured through credit insurance, guarantees, and similar assurances.

Furthermore, it should be noted that there is no significant concentration of credit risk with third parties.

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b) Liquidity risk

In order to ensure liquidity and be able to meet all the payment commitments arising from its activity, the Group has the treasury shown on its balance sheet, as well as the financing lines detailed in the note on debts with entities of credit.

c) Market risk (includes interest rate exchange rate and other price risks):

Both the treasury and the financial debt of the Group are exposed to interest rate risk, which could have an adverse effect on financial results and cash flows.

With regard to exchange rate risk, this is mainly concentrated in commercial transactions with different American and Asian countries, denominated in dollars, yen, pounds, Argentine pesos, Brazilian reais and Chinese yuan. In order to mitigate this risk, the Group follows the policy of contracting exchange insurance that reduces exchange differences on transactions in foreign currency (see Note Debts in foreign currency).

10. Foreign currency

The breakdown of the asset and liability items denominated in foreign currency, expressed in their euro equivalent as of March 31, 2025 and March 31, 2024, is as follows:

31.03.2025	
Assets	USD
Trade receivables and other accounts receivable	47.554
Cash and cash equivalents	38.274
31.03.2025	
Liabilities	USD
Trades payable and other accounts payable	333.295
31.03.2024	
Activos	USD
Trade receivables and other accounts receivable	19
Cash and cash equivalents	3.880
31.03.2024	
Pasivos	USD
Trades payable and other accounts payable	533.520

The amounts corresponding to purchases and sales, as well as services provided and received, denominated in foreign currency, expressed in their equivalent value in euros, at the end of the fiscal year ended March 31st, 2025 and at the end of the fiscal year ended March 31st, 2024 are as follow:

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	03.31.25	03.31.24
Concept	Dollars	Dollars
Sales	301.678	-
Purchases	(3.894.100)	(3.981.315)

The amount of exchange differences, recognized in the result at the end of the fiscal year ended March 31st, 2025, and at the end of the period at the end of the fiscal year ended March 31st, 2024 by classes of financial instruments is as follows:

	03.31.25 (Expense) / Income	03.31.24 (Expense) / Income
Assests	Transactions settled in the period	Transactions settled in the period
Trade receivable and other accounts receivable	(3.924)	1.170
Financial institutions	2.190	-
Trade payable and other accounts payable	(45.474)	(44.388)

11. Equity

a) Capital

The Parent Company was incorporated on June 12, 2019, with a share capital of 3.000 euros, represented by 3.000 shares of 1 euro par value each, numbered consecutively from 1 to 3.000, both inclusive, indivisible, and which granted the same rights to their holders.

On October 14, 2019, the sole shareholder of the Parent Company adopted the decision to increase the capital by 12.000.000 euros. Following this decision, the share capital was divided into 12.003.000 shares with a par value of 1 euro each, numbered consecutively from 1 to 12.003.000, both inclusive, indivisible and granting the same rights to their holders.

b) Reserves

Its details are as follows:

	Balance at 03.31.25	Balance at 03.31.24
Prior periods results attributable to the Parent Company	9.582.573	8.666.630
Reserves in consolidated companies of Interplasp, S.L.	1.254.687	1.172.997
Total	10.837.260	9.839.627

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In accordance with Article 25 of Law 27/2014, of 27 November, on Corporation Tax and following the approval of Royal Decree-Law 4/2024, of 27 June 2024, according to which an unavailable reserve must be allocated for the period of three years for the amount of the reduction in the taxable base of the Corporation Tax applied as a Capitalisation Reserve (see note 13). At the end of the 2024/25 financial year, Interplasp, S.L. has a capitalisation reserve of 730,160 euros (1,031,672 euros at the end of the previous year).

12. External partners

Movements at the end of the fiscal year ended March 31st, 2025 and at the end of the year ended March 31st, 2024 were as follows:

Balance at 03.31.25				
	Balance at 04.01.24	Other movements	Dividends	Participations in results 2024
Interplasp, S.L.	898.906	34.808	(112.942)	81.921
				Balance at 03.31.25
				902.693

Balance at 03.31.24				
	Balance at 04.01.23	Other movements	Dividends	Participations in results 2023
Interplasp, S.L.	989.937	(1.559)	(205.728)	116.256
				Balance at 03.31.24
				898.906

The composition of this item at the end of the fiscal year ended March 31st, 2025, and at the end of the year ended March 31st, 2024 is as follows:

Balance at 03.31.25				
	Equity participation	Participation in reserves	Participation in grants	Participation in results
Interplasp, S.L.	112.416	672.417	35.939	81.921
				Balance at 03.31.25
				902.693

Balance at 03.31.24				
	Equity participation	Participation in reserves	Participation in grants	Participation in results
Interplasp, S.L.	112.416	666.888	3.346	116.256
				Balance at 03.31.24
				898.906

As of September 23rd 2024, the Board of Directors of Interplasp, S.L., resolved to approve an interim dividend on account of the profit for the year from April 1st, 2024 to September 30th, 2024 to the external shareholders of the Company in the total amount of 44,035 euros.

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Shareholder	Interim dividend	Retention	Liquid
D. Alejandro Juan Palao Serrano	22.017	4.183	17.834
D. Jose Miguel Palao Serrano	22.017	4.183	17.834
	<u>44.035</u>	<u>8.367</u>	<u>35.668</u>

At the end of the year ended March 31st2024, the interim dividend payable to external shareholders is 66,277 euros.

As of June 17th, 2024, the Boards of Directors of Interplasp, S.L. approved the distribution of the results for the fiscal year ended on March 31, 2024, allocating an amount of 1,780,090 euros as interim dividends, of which 112,942 euros corresponded to external shareholders.

13. Tax situation

The detail of the accounts related to Public Administrations at the end of the fiscal year ended March 31st, 2025 and at the end of the year ended March 31st, 2024 is as follows:

Account	Non-current	Current	Non-current	Current
Grants awarded		690.015		
Value Added Tax	-	-	-	299.675
Personal income tax	-	-	-	38.002
Current tax assets	-	77.983	-	-
Deffered tax assets	558.289	-	-	-
Current tax liabilities	-	-	-	113.221
Deferred tax liabilities	-	-	1.073.458	-
Social Security Organizations	-	-	-	109.547
Other concepts	-	-	-	722
	<u>558.289</u>	<u>767.998</u>	<u>1.073.458</u>	<u>561.167</u>

03.31.2024

Account	Debit balances		Credit balances	
	Non-current	Current	Non-current	Current
Value Added Tax	-	-	-	156.091
Personal income tax	-	-	-	30.905
Deffered tax assets	383.145	-	-	-
Deferred tax liabilities	-	-	932.462	-
Current tax liabilities	-	140.570	-	61.262
Social Security Organizations	-	-	-	96.827
	<u>383.145</u>	<u>140.570</u>	<u>932.462</u>	<u>345.085</u>

The Group is subject to the consolidated corporate income tax return regime according to the communication received on March 5th, 2020, in which it is assigned 496/20 as the tax group number.

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The reconciliation between the consolidated accounting result and the sum of the tax bases of the consolidation perimeter corresponding to the fiscal year ended March 31st, 2025 and at the fiscal year ended March 31st, 2024 is as follows:

	Period from 04.01.24 to 03.31.25				
	Profit and Loss account		Equity		Total
	Increases	Decreases	Increases	Decreases	
Accounting result	639,585	-	517,511	-	1,157,096
Corporate tax	19,875	-	172,504	-	192,379
Permanent consolidation differences	1,381,524	-	-	-	1,381,524
Permanent differences individual companies	3,410	(1,271,880)	-	-	(1,268,470)
Temporary differences of individual companies					
Arising from exercise	579,779	(132,882)	-	(690,015)	(243,118)
Arising from previous exercises	-	(28,190)	-	-	(28,190)
Temporary consolidated differences					
Arising from previous exercises	74,212	-	-	-	74,212
Previous tax base					1,265,433
Reduction for capitalization reserve					(126,543)
Tax base (Tax result)					1,138,890
Prior full fee					284,722
Deductions					(71,983)
Withholdings and payments on account					(290,723)
Liquid to pay					(77,983)

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Period from 04.01.23 to 03.31.24			
Profit and Loss account			
	Increases	Decreases	Total
Accounting result	1,116,042	-	1,116,042
Corporate tax	64,290	-	64,290
Permanent consolidation differences	1,619,797	-	1,619,797
Permanent differences individual companies	-	(1,498,239)	(1,498,239)
Temporary differences of individual companies	-	-	-
Arising from previous exercises	615,518	(138,933)	476,585
Temporary consolidated differences	-	-	-
Arising from previous exercises	74,212	-	74,212
Previous tax base			1,852,687
Reduction for capitalization reserve			(185,269)
Tax base (Tax result)			1,667,418
Prior full fee			416,855
Deductions			(106,345)
Withholdings and payments on account			(451,079)
Liquid to pay			(140,570)

In accordance with Article 25 of Law 27/2014 of November 27 on Corporate Income Tax, which requires the creation of a non-distributable reserve over a five-years (Three years after approval RD Ley 4/2024 June 26th) period for the amount of the reduction in taxable income applied as Capitalization Reserve (see Note 11). As of the close of the 2024/25 fiscal year, Interplasp, S.L. has allocated a capitalization reserve amounting to 730,160 euros (1,031,672 euros at the end of the previous fiscal year).

The details of the deductions applied in the consolidated corporate tax for capitalization reserve are as follows:

Fiscal year	Amount
2023-24	185,516
2022-23	219,104
2021-22	325,540
	<u>730,160</u>

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The breakdown of the corporate income tax expense of the companies comprising the group is as follows:

	Period from 04.01.24 to 03.31.25			
	Of Assets	Of Liabilities		
	Current tax	Decrease in deferred tax	Decrease in deferred tax	Total expense
<u>Allocation to profit and loss</u>				
Continuing operations	129.254	(90.205)	(19.174)	19.875

Period from 04.01.23 al 03.31.24			
Of Assets	De pasivo		
Current tax	Decrease of deferred taxes	Decrease of deferred taxes	Total expense
430.343	(224.975)	(141.078)	64.290

The pending negative taxable bases available for tax offsetting for the individual companies are as follows:

Company	Tax base	Fiscal year
International Foam Technologies Spain, S.L.U.	(26.228)	2019

The detail of deferred taxes recorded is as follows:

	Balance at 03.31.25		Balance at 03.31.24	
	Debitors	Creditors	Debitors	Creditors
Credits for losses to be offset by the parent company	26.897	-	26.897	-
Deferred tax limit on non-deductible financial expenses by the parent company	249.835	-	126.800	-
Taxable bases pending offset by the Group	86.579	-	71.095	-
Amortization limit of 30%	6.725	-	38.879	-
Deductions pending application	188.254	-	119.473	-
Recorded subsidies pending allocation	-	248.117	-	70.015
Due to consolidation differences	-	825.341	-	862.447
	558.289	1.073.458	383.144	932.462

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As established by current legislation, taxes cannot be considered definitively settled until the returns submitted have been inspected by the tax authorities or the four-year statute of limitations has elapsed. As of September 30th, 2024, the companies of the Group have opened tax inspections for non-prescribed fiscal years pending review by tax authorities for the applicable taxes. The Directors of the Parent Company consider that the tax settlements have been properly executed. Therefore, even if discrepancies arise in the interpretation of current regulations regarding the tax treatment of transactions, any resulting liabilities, if materialized, would not significantly impact the attached consolidated financial statements.

Merger through absorption of the entity ALMACENES LA GIRALDA, S.L.

On June 20th, 2016, the General Shareholders' Meeting unanimously agreed on the Merger by absorption of the company INTERPLASP, S.L. (absorbing company) to the company ALMACENES LA GIRALDA, S.L. (absorbed company), with the following dissolution without liquidation and extinction of the absorbed company and transfer en bloc of all its assets on a universal basis to the Absorbing Company. These agreements were made public on October 13, 2016 and registered in the Mercantile Registry of Murcia.

Since these are operations between group companies, they have their effects from the accounting point of view from January 1, 2016. The assets transferred to the absorbing company have been included in its accounting records for the value assigned to them in individual annual accounts. There are no assets that have been included in the accounting books of the absorbing company for a value different from that for which they appeared in the accounting records of the absorbed company prior to carrying out the operation. The latest closed balance sheets of the absorbed companies are attached as an annex to this report.

The merger operations described above are subject to the special tax regime established in Chapter VII of Title VII of Law 27/2014 of November 27 on Corporation Tax.

The assets and liabilities recognized at their value in the individual annual accounts of Almacenes La Giralda, S.L. have been the following:

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Asset	Amount	Liability	Amount
<u>Non-current assets</u>		<u>Non-current liabilities</u>	
Property, plant and equipment	742,824	Long term liabilities	491,790
Investment property	61,853	Long-term debt with group and associated companies	301,000
Deferred tax assets	682,280	Non-current trade payables	-
<u>Current assets</u>		<u>Current liabilities</u>	
Inventories	212,080	Short-term provisions	-
Trade receivable and other accounts receivable	55,393	Short-term debts	31,670
Short-term financial investments	-	Trade payable and other payables	388,113
Short-term accruals	9,015	Short-term accruals	-
Cash and cash equivalents	24,556	Debts with special characteristics	-
Total assets	1,788,000	Total liabilities	1,212,573

The detail of the items of property, plant and equipment incorporated as a result of the merger is as follows:

Account	Description	Acquisition cost	Accumulated depreciation
210800000	TERRENOS DEL CARCHE	5.818	-
210800002	SOLAR PARTIDA LA LOMICA	8.660	-
210803001	TERRENOS ANEXOS NAVE DEL CARCHE	131	-
211800000	CONSTRUCCIONES, YECLA	7.444	(6.927)
211800001	NAVE DEL CARCHE	18.213	(18.213)
211800002	ASFALTO DE CALLES	14.847	(14.884)
211800004	RECONSTRUCCION NAVE SINIESTRO INC	424.900	(157.976)
211800007	REFORMAS COMERCIALES	7.832	(2.585)
211800008	REFORMAS NAVE S.	103.441	(35.194)
211800009	REFORMAS NAVE 2006 (C.P.)	36.986	(9.709)
211800010	REFORMAS NAVE 2007 (T.P.)	8.201	(2.212)
211800011	REFORMAS NAVE 2007 (J.M.P.)	6.065	(13.824)
211800012	REFORMAS NAVE N2(CH.A.P.)	63.727	(405)
211800013	REFORMAS NAVE (P.S.)	2.253	(1.274)
211803001	NAVE EXPANDIDO	178.988	(515)
211803002	NAVE PLASTICO BURBUJAS (A.P.)	33.448	(7.871)
211803003	NAVEPATRI	2.855	(600)
211803004	RECONST.NAVE SINIESTRO INCENDIO	1.562	(48.208)
212800000	INSTALACIONES TECNICAS-YECLA	14.567	(14.567)
212800010	INST.TRANSFORMADOR PARA MAQUINA B	21.795	(21.795)

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212803003	INSTALACION PLACAS SOLARES N.EXPA	456	(319)
212803004	INST.HUMIDIFICAC.NAVE EXPANDIDO	6.471	(5.176)
212803005	INSTALACION GAS, N.EXP.PROPA DOME	28.310	(22.648)
212803014	INST.CONTRA INC.NAVE NUEVE PLAST.	82.604	(49.563)
212803015	TRASLADO MAQ.INST.NAVES NUEVAS 6-	20.278	(12.167)
212803016	INSTALAC.ELECT.NAVES NUEVAS PLAST	422	(253)
212803017	CENTRAL.PANASONIC KXTA 308SP(S.CA	660	(413)
212803018	TELEF.INAL.SIEMENS GIGASET(S.CAST	166	(83)
212803019	TELEF.INAL.PANASONIC KXTA308SP(S.	160	(96)
212803020	GRABADOR DIGITAL MPEG4(PROTEC.YTE	1.581	(791)
212803021	TELEF.INAL.SIEM.GIGASETAL170(DIGI	27	(11)
212803022	CAMARA NETWORK INT.PANORAM.(PROTE	15.670	(1.567)
213800004	MAQUINA PLASTICO DE BUBUJAS MODEL	327.551	(327.551)
213800012	MAQ.CORT.TELA SAMBA N?434.1 ASCO	7.750	(6.667)
213800013	MAQ.CORT.TELA SAMBA N?434.2(ASCO	7.750	(5.554)
213803002	MAQUINA ENVOL.EXTRABAND MOD.311.3	11.720	(11.720)
213803003	DOSIFICADOR TCL-600,DOSIFIC.DC-3	15.626	(15.626)
213803006	MAQUINA CONFECCION BOLSAS PLASTIC	71.833	(71.833)
213803008	MAQUINA PLASTICO BURBUJAS (PEQUE?	12.020	(12.020)
213803010	MAQUINA CONF.BOLSAS PLAST.MOD.MST	54.091	(54.091)
213803012	MAQUINA DE ORILLOS	33.238	(33.238)
213803015	MAQUINA HACER BOLSAS LISAS	13.925	(13.925)
213803017	LINEA LAMINACION PLASTIBUR	23.307	(23.307)
213803019	MOLINO TIPO 19/25 M5-5 INSONORIZA	12.717	(12.717)
213803020	REFRIGERADOR INTECO,MOD.RCA.SH.35	17.804	(17.952)
213803024	LAMINADORA FOAM-LAMB (POLYPRISE I	45.651	(46.031)
213803031	MAQ.PLASTICO BURBUJAS 2,40 ANCHO	370.569	(370.569)
213803033	MAQ.EXPANDIDO MOD.PM/140(POLY)	235.748	(235.312)
213803034	MAQ.TUBOS MOD.PM80(POLY)	108.083	(108.083)
213803037	MAQ.BOLSAS CMV. MOD. BC-1800	72.000	(72.600)
213803038	DEPOSITO GLP MAQ.EXTR.(PROPA DOM.	28.310	(28.546)
213803039	REGRANUL.EXACT MOD.EVOL. 10	28.420	(28.657)
213803041	MAQ.PLAST.BURB.A/160 MOD.SPCS	166.899	(158.866)
213803042	DOSIFICADOR TCL1200(MASA TRANS.)	37.388	(37.700)
213803043	MAQUINA MARCA CMV.MOD.PALET-1800	36.122	(36.122)
213803045	MAQ.RECIC.PLAST.EXTRUF.250KG/HORA	69.136	(55.309)
213803046	TRITURADOR MRE-S 34-100(OVER)	48.600	(38.880)
213803049	COMPRESOR IRN22K(F.Y GANDIA)	12.305	(9.844)
213803050	SECADOR I.RAND TMS-55(F.Y GANDIA)	1.800	(1.440)
213803051	CARRET.ELEV.MECANOCAR STILL M.R60	12.000	(9.600)
213803052	SILO VERT.304 100M3 METALOGONDE N	30.000	(21.000)
213803053	DEPOSITO DE POLIESTER(PEREIRA)	3.000	(2.100)
213803054	ADECUACION MAQUINAS PLASTIBUR(ADE	11.946	(8.362)
213803055	DEPOSITO (VINAGRERIAS RIOJANAS)PL	4.404	(3.083)
213803056	REFRIGERAD.INTECO RCA SH50(R-407C	10.000	(4.350)

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213803057	2 MAQUINAS 2?MANO B.PEQUE?A(POLIS	13.409	(5.587)
213804056	BOMBA TRASVASE DE GLP(PROPA DOMES	4.865	(2.027)
213831000	MAQUINA PLASTICO BURBUJAS,V.RIO	32.085	(32.085)
217803048	FOTOCOPIAD.SHARP AR 5520-N(CANON)	1.500	(900)
217803050	IMPRESORA OKI ML-3321(COPIYEC)	104	(49)
217803051	IMPRESORA MATRIC.OKI ML3391(COPIY	501	(238)
217803052	IMPRESORA MULT.OKI ES-5461(QUILEZ	1.128	(705)
218800008	VEHICULO MARCA SEAT PANDA COMERCI	2.773	(2.773)
218800011	REMOLQUE CAMION IVECO MU-0897-BC	9.015	(9.015)
218800018	MERCEDES MOD.170435 SLK.200 ROADS	27.361	(27.361)
218800028	CAMION RENAULT MOD.PREMIUM 370.18	56.495	(56.495)
218800032	TURISMO ALFA ROMEO 4697 BPZ	19.337	(19.337)
218800034	TRACTOR JOHN DEERE MODELO 6620 4W	31.854	(31.854)
218800035	FURGON CADDY WOLKSWAGEN 4751 CDH	12.564	(12.564)
218800039	REMOLQUE MARSEMAR MOD.RB14000(MAR	4.000	(4.050)
218801000	VEHICULO MARCA SEAT TRANS	3.371	(3.371)
218803004	VOLKSWAGEN POLO 1886 DXG, PLASTIB	14.389	(14.569)
218803041	TURISMO CITROEN JUMPY MATR.8328-F	17.629	(17.849)
218803048	REMOLQUE MARSEMAR MD.RB14000 PLAS	4.000	(4.050)
218803052	CAMION DAF 9287-BVD(SINDEL)	9.500	(5.938)
218803053	REMOLQUE MIROFRET MU-04798-R(SIND	1.000	(988)
Total		3.327.127	(2.584.303)

14. Income and expenses

a) Net income

The distribution of the net amount of turnover and by geographical markets of the consolidated group at the end of the fiscal year ended March 31st, 2025 and at the end of the period at the end of the fiscal year ended March 31st, 2024, is as follows:

Activities category	01.04.24 a 31.03.25	01.04.23 a 31.03.24
Sales of finished products	36.750.992	35.526.860
Sales of by products or waste	1.149.445	953.708
	<u>37.900.437</u>	<u>36.480.567</u>

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Geographical markets	Period from 04.01.24 to 03.31.25	%	Period from 04.01.23 al 03.31.24	%
Spain	36.704.302	97,6%	35.367.560	96,9%
Rest of European Union countries	472.963	1,3%	571.174	1,6%
Rest of the world	439.935	1,2%	541.833	1,5%
	<u>37.617.200</u>	<u>100%</u>	<u>36.480.567</u>	<u>100%</u>

b) Consumption of merchandise, raw materials and other consumable materials.

Its breakdown is as follows:

	Period from 04.01.24 to 03.31.25	Period from 04.01.23 al 03.31.24
Supplies		
Purchases	(26.651.413)	(25.102.508)
Variation in inventories (increase)	(1.415)	(536.586)
	<u>(26.652.828)</u>	<u>(25.639.094)</u>

c) Employee benefits expense

Its breakdown is as follows:

	Period from 04.01.24 to 03.31.25	Period from 04.01.23 to 03.31.24
Social security to be paid by the company	1.012.327	918.484
Other Social expenses	29.642	28.129
	<u>1.041.969</u>	<u>946.613</u>

d) Other results:

The breakdown of results arising from activities outside the company's ordinary operations, included under the item 'Other results', is as follows:

	01.04.24 a 31.03.25			01.04.23 a 31.03.24		
	Income	Expenses	Total	Income	Expenses	Total
Balance adjustments	54	-	54	-	-	-
Insurance compensations and others	4.329	-	4.329	1.514	-	1.514
Other income/expenses	144.854	-	144.854	278	(15)	263
	<u>149.237</u>	<u>-</u>	<u>149.237</u>	<u>1.792</u>	<u>(15)</u>	<u>1.777</u>

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e) Average number of employees

The average number of Directors and people employed at the end of the fiscal year ended March 31st, 2025 and at the end of the fiscal year ended March 31st, 2024, is as follows:

Professional category	03.31.25	03.31.24
Company Directors	1	1
Administrative type employees	16	16
Manufacturing	124	118
	<u>141</u>	<u>135</u>

The number of administrators and people employed at the end of the fiscal year ended March 31st, 2025 and at the end of the fiscal year ended March 31st, 2024, is as follows:

Professional category	As for 03.31.25		As for 03.31.24	
	Men	Women	Men	Women
Company Directors	1	-	1	-
Administrative type employees	3	11	7	8
Manufacturing	108	5	118	5
	<u>112</u>	<u>16</u>	<u>126</u>	<u>13</u>

The average number of employees during the fiscal year ended March 31st, 2025, is 4 individuals in the production laborer category (3 individuals in the fiscal year ended March 31, 2024 with a disability equal to or greater than thirty percent).

At the end of fiscal years ended March 31st, 2025, and March 31st, 2024, the Senior Management consists of the Directors of the Group, including Interplasp, S.L. The remunerations received during the fiscal years ended March 31st, 2025, and March 31st, 2024, by the members of the Board of Directors and by the Senior Management personnel of the Company, categorized by concepts, have been as follows:

	Amounts received by senior management staff	
	Period from 04.01.24 to 03.31.25	Period from 04.01.23 to 03.31.24
Salaries, allowances and other remuneration	168,283	145,960

There are no advances or credits granted to the group of members of the management body in force at the end of the fiscal year ended March 31st, 2025 or at the end of the year ended March 31st, 2024.

There are no obligations in terms of pensions and life insurance with respect to the former and current members of the management body.

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f) Contribution to consolidated results

The contribution of each company to the consolidated results, expressed in euros, is indicated below:

	Period from 04.01.24 to 03.31.25	Period from 04.01.23 to 03.31.24
	Consolidated profit/(loss)	Consolidated profit/(loss)
International Foam Technologies Spain, S.L.U.	(652.547)	(751.203)
Interplasp, S.L.	1.292.132	1.867.245
	<u>639.585</u>	<u>1.116.042</u>

15. Guarantees committed to third parties and other contingent liabilities.

At the end of the fiscal year ending on March 31st, 2025, the Group has granted guarantees provided to different organizations for an amount of 1,390,427 euros (1,532,948 euros as of March 31st, 2024).

The breakdown the guarantees provided consists of:

- A guarantee contract signed on November 9, 2022 in which the Group, by virtue of the provisions of the commercial loan contract with periodic amortizations at variable revisable interest, guarantees the company Colchones Alfa dedicated to the production and commercialization of mattresses. The Group is jointly and severally obliged to repay the financial institution the capital of the loan established at 1,100,000 euros as of December 31, 2022, as well as the interest, commissions, taxes and expenses that accrue or are levied on said operation until its total payment, including those of a judicial or extrajudicial nature that are caused. The validity of this guarantee will be extended until November 9, 2028.

- A guarantee contract signed on June 29, 2021 under Law 9/2017, 8-11 Public Sector Contract Law art. 107. The entity Caja Rural Central is a joint and several guarantor for a contract for the acquisition of polyurethane foam sheets for the manufacture of pillows and mattresses required for the order signed with the General Secretary of Penitentiary Institutions, the authority at whose disposal constitutes called Prison Work and Training for employment State Entity of Public Law. Said guarantee has an amount of 22,521 euros and is of indefinite duration.

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- A guarantee contract signed on February 10, 2021 to guarantee customs and/or tax debts for customs operations provided for in articles 110, 148, 211.3c) and 195 of regulation no. 952/2013 and article 115 of the delegated regulation (UE) 2015/2446 (Guarantee code "5"). The financial institution Banco de Sabadell, S.A. constitutes a joint guarantor before the State Tax Administration Agency for a maximum amount of 186.000 euros for the debts that the Group owes or could owe or derive from the declarations presented in its capacity as customs representative or debtor or customs authorizations granted to him, by way of import and export rights, value added tax and/or excise or environmental taxes whose ownership corresponds to the State Tax Administration Agency with respect to the goods covered by the inward processing regime. Said guarantee has an indefinite duration.

- A guarantee contract signed on November 29, 2020 in which Caja Rural Central jointly guarantees the Group by virtue of the provisions of article 10.10 of the order of December 28, 2015 of the Ministry of Economic Development, Tourism and Employment, which establishes the regulatory bases for the granting of subsidies for the promotion of energy efficiency and the use of renewable energies by companies within the scope of the FEDER 2014/2020 operational program for the Region of Murcia and under the Order of June 7, 2020 of the Ministry of Business, Industry and Spokesperson, which calls for subsidies for the promotion of energy efficiency and the use of renewable energy by companies within the scope of the operational program FEDER 2014/2020 to respond to the following obligations: ensure the execution of the subsidized activity, in this case, "Promote the generation and self-consumption of final energy 3 9.1, with the specific action of "300KW SELF-CONSUMPTION PHOTOVOLTAIC INSTALLATION WITHOUT SURPLUSES IN PLASTIC FOAM MANUFACTURING INDUSTRIAL BUILDING" for an amount of 88,427 euros.

- A guarantee contract signed on January 15, 2015 in which Banco Santander, S.A jointly guarantees the Group before REPSOL QUIMICA S.A., up to a maximum limit of 60.000 euros for the Group's compliance with all the obligations it maintains before Repsol Química S.A., as well as the responsibilities that the endorsed party may incur derived from commercial relations of any kind existing between both companies. The validity of this guarantee is indefinite.

- A guarantee contract signed on April 14, 2014 in which Caja Rural Central jointly guarantees the Group against the entity SOLRED, S.A., for the amount of 16.000 euros, to respond to the payment of commercial transactions carried out with cards issued by SOLRED, S.A. of which the Group is the owner. This guarantee will remain in force for a minimum period of one year, counting from the date it is signed, automatically extending for successive annual periods, counting from that date, unless CAJA RURAL CENTRAL notifies SOLRED, S.A. in a reliable manner, with a minimum of two months prior to the expiration date of that initial term or any of its extensions, its decision to cancel the guarantee.

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16. Grants, subsidies and donations

The balances and changes in the items comprising grants, subsidies and donations received are as follows:

		31.03.25				
				Income statement impact	Tax effect	Final amount
Granting entity	Origin	Initial Amount	Entries			
Consejería de Empresa, Industria y portavocía	State Administration	30.638	-	(6.652)	841	24.827
Instituto de Fomento de la Región de Murcia	Autonomic Administration	12.158	-	(3.249)	1.492	10.401
Instituto de Fomento de la Región de Murcia	Autonomic Administration	-	484.970	(4.935)	1.192	481.227
Ministerio de Ciencia e Innovacion	State Administration	-	20.219	-	(5.307)	14.912
		42.796	505.189	(14.835)	(1.782)	531.367

		31.03.24			
		Initial amount	Income statement impact	Tax effect	Final amount
Granting entity	Origin				
Consejería de Empresa, Industria y portavocía	State administration	48.748	(26.527)	8.418	30.638
Instituto de Fomento de la Región de Murcia	Autonomic Administratio	15.363	(3.985)	780	12.158
		64.110	(30.512)	9.198	42.796

17. Environmental information

The Group owns within its fixed assets a photovoltaic solar installation for self-consumption to promote the generation and self-consumption of final energy acquired. The net book value of said fixed assets acquired during the fiscal year amounts to 187,289 euros at the fiscal year ended at March 31st, 2025 (206,708 euros at the close of the fiscal year ended March 31st, 2024). These fixed assets have been subsidized by the Ministry of Business, Industry and Spokesperson, which called for subsidies aimed at promoting energy efficiency and the use of renewable energy by companies within the scope of the ERDF operational program 2014/2020 for the Region of Murcia, for the year 2020, in 80% of the total amount of the investment, co-financed by the ERDF.

The Group has not made provisions to cover risks and expenses for environmental actions, as it estimates that there are no contingencies related to the protection and improvement of the environment.

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The Group has not been assigned greenhouse gas emission rights during the validity period of the National Allocation Plan, nor does it have any assets included in the property, plant and equipment related to greenhouse gas emission rights, nor has it incurred expenses or received subsidies during the period related to greenhouse gas emission rights. Likewise, it has not made provisions for greenhouse gas emission rights, estimating that there are no contingencies related to sanctions or measures of a provisional nature, under the terms provided in Law 1/2005.

Expenses incurred during the fiscal year ended March 31st, 2025, and during the fiscal year ended March 31st, 2024, for the protection and improvement of the environment amounted to 11,047 euros y 16,586 euros, respectively. The destination of these expenses has been, fundamentally to the management and removal of waste.

18. Transactions with related parties

During the fiscal year, transactions have been carried out with the following related parties:

03.31.25	
Company	Type of relationship
Sheela Foam Limited	Ultimate holding company
International Foam Technologies Spain. S.L.U.	Parent Company
Staquo World Private Ltd	Other related party
Kurlon Enterprise Limited	Other related party
Mr. Tushaar Gautam	Manager-Administrator
Mr. Rahul Gautam	Manager-Administrator
Mr. Alejandro Juan Palao Serrano	Manager-Administrator
Mr. Jose Miguel Palao Serrano	Other related party
03.31.24	
Company	Type of relationship
Sheela Foam Limited	Ultimate holding company
Interational Foam Technologies Spain, S.L.U.	Parent Company
Mr. Tushaar Gautam	Manager-Administrator
Mr. Rahul Gautam	Manager-Administrator
Mr. Alejandro Juan Palao Serrano	Manager-Administrator

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The detail of the balance sheet balances with related parties at the end of the fiscal year ended March 31st, 2025, and at the end of the year ended March 31st, 2024 is as follows:

	31.03.25		31.03.24	
	Parent company	Other related parties	Parent company	
CURRENT ASSETS	-	43.250	-	
Short-term investments	-	43.250	-	
Other financial assets	-	43.250	-	

	Balance at 03.31.25		Balance at 03.31.24	
	Parent company	Group entities	Parent company	Group entities
NON-CURRENT LIABILITIES	8.000.000			
Group companies and associates, non-current	8.000.000	-	8.000.000	-
CURRENT LIABILITIES	708.628	357.397	398.717	-
Group companies and associates, current	682.615	-	389.772	-
Trade suppliers and other payables	26.013	357.397	8.945	-
Other payables	-	-	-	-

The pricing policy followed in all transactions carried out during the period is due to the application of the normal market value, in accordance with article 18 of the Corporate Tax Law.

The detail of the operations carried out with related parties during the fiscal year ended March 31st, 2024, and during the fiscal year ended March 31st, 2024, expressed in euros, is as follows:

Concept	From 04.01.24 to 03.31.25					From 04.01.23 to 03.31.24		
	Sales	Fixed assets purchases	Services received	Purchases	Interests charged	Sales	Purchases	Interests charged
Ultimate holding company	18.545	(16.013)	-	(33.920)	(378.427)	17.013	19.465	(389.772)
Other related parties	-	(220.897)	(136.500)		-	-	-	-
Total group companies	18.545	(236.910)	(136.500)	(33.920)	(378.427)	17.013	19.465	(389.772)

At the end of the fiscal year ended March 31st, 2025 and at the end of the year ended March 31st, 2024, the heading "Long-term debts with group companies and associates" includes a credit amounting to 8,000,000 euros plus accrued interest granted by the parent entity, with a maximum maturity of 8 years that accrues 1.25% interest and commissions and expenses paid by it to financial institutions on behalf of the Group amounting to 378,427 euros as at 31 March 2024 and other amounts paid for current expenses.

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19. Other information

The members of the Board of Directors of the Parent Company and the persons related to them referred to in article 231 have not reported situations of conflict, direct or indirect, that they may have with the interest of the Parent Company.

During the fiscal year ended March 31st, 2025 and the fiscal year ended March 31st, 2024, the fees accrued by the auditor of the consolidated annual accounts, as well as the fees for services billed by the auditors of annual accounts of the companies included in the consolidation were the following:

	Period 04.01.24- 03.31.25	Period 04.01.23- 03.31.24
	Services provided by auditors or related firms	Services provided by auditors or related firms
For auditing accounts services	18.175	17.325
For other services	15.750	13.285

20. Segmented information

The Directors consider all the operations carried out by the companies that make up the Group within the same segment, which is why no segmented information is provided.

21. Subsequent events

At the date of preparation of these interim consolidated financial statements, the Management has carried out an assessment of the possible events that could have an impact on the Company and its operations, reaching the conclusion that no significant impacts are foreseen in the short term that could affect the volume of operations or normal development of the Company's activity, the expected results, the valuation of its assets and other relevant magnitudes.

**AUTHORISATION FOR ISSUE OF THE INTERIM CONSOLIDATED FINANCIAL
STATEMENTS BY THE GOVERNING BODY**

(Free translation from the original in Spanish. In the event of discrepancy, the Spanish language version prevails.)

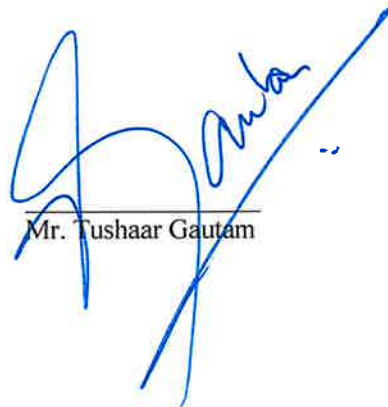
In compliance with the provisions of current legislation, the Directors of INTERNATIONAL FOAM TECHNOLOGIES SPAIN, S.L.U. have authorized for issue the interim consolidated financial statements (consolidated balance sheet, consolidated profit and loss account, consolidated statement of changes in equity, consolidated cash flow statement and interim consolidated notes to the financial statements) of INTERNATIONAL FOAM TECHNOLOGIES SPAIN, S.L.U. AND SUBSIDIARIES for the fiscal year ended March 31st, 2025.

In addition, they declare that they have signed the aforementioned documents in their own handwriting, by signing this page attached to the Report, which extends from pages 1 to 47.

Yecla, April 25, 2025



Mr. Rahul Gautam



Mr. Tushaar Gautam

INTERNATIONAL FOAM TECHNOLOGIES SPAIN, S.L.U.

Interim Consolidated Directors' Report

(Free translation from the original in Spanish. In the event of discrepancy, the Spanish language version prevails.)

The evolution and development of the business and activity is disclosed both economically and financially in the accompanying consolidated interim financial statements that include information for the fiscal year ended March 31st, 2025.

At the time of the preparation of these consolidated interim financial statements, the war in Ukraine continues to add much uncertainty to all sectors of the economy.

The sales of the IFTS Group in the fiscal year ended March 31st, 2025 amounted to 37,617,200 euros, 3% higher than in the fiscal year ended March 31st, 2024 and the profit before taxes amount to 659,460 euros (1,180,332 euros at the end of the fiscal year ended March 31st, 2024).

The group concluded the fiscal year ending on March 31st, 2025, with a negative working capital of 4,943,853 euros.

The group has various policies and discount lines contracted with banks that, in the event of a liquidity crunch, can renegotiate their maturities with these banks.

As mentioned, in June 2022, the company initiated the project to expand its facilities within the premises where the company is located. This project consists of two new buildings, as well as additional equipment, primarily the expansion of the drying chambers where the foam curing process takes place.

These initiatives have required an approximate investment of 9.2 million euros. With this new project, the company aims to increase its production capacity by 25% in its objective to further expand its presence in the sector.

It is expected that during the year 2025, the construction and machinery will be available for use.

The Group conducts most of its business in the domestic market. The most significant risks pertain to the purchase prices of raw materials, as well as to credit and interest rate risks due to the debt incurred by the Parent Company for the acquisition of shares in Interplasp, S.L.

The risks associated with the purchase prices of raw materials are mitigated through price and volume negotiations with key suppliers, and we do not believe they represent significant figures that could impact the business operations. Furthermore, being part of the Sheela Foam Group will enable a stronger negotiating position with suppliers.

The risks inherent in sales, such as customer diversification policies, pricing for sales to public entities, etc., do not pose significant risks that could impact business operations. The Company has insurance policies in place that cover a substantial portion of the credit risk from customers. There are no significant risks related to price, credit risk, liquidity risk, and cash flow risk associated with the Group's financial instruments.

Additionally, decisions and strategies continue to be pursued that are deemed appropriate to strengthen and affirm the objectives set in previous fiscal years: differentiation of our products compared to competitors, enhancements in quality, and increased market share both domestically and internationally through the reinforcement and positioning of our product.

No costs for research and development recognized as expenses have been incurred during the fiscal year ended March 31st, 2025, nor during the fiscal year ended March 31st, 2024.

During the fiscal year ended March 31st, 2025, and during the fiscal year ended March 31st, 2024, no shares of the Parent Company have been acquired.

In compliance with Law 31/2014 of December 3, which amends the Capital Companies Law to enhance corporate governance, introducing modifications affecting the content of the annual accounts and the information to be included in the notes to the financial statements and directors' report, and amending section 1 of article 262 of the Consolidated Text of the Capital Companies Act, the company, based on information provided in its Notes, does not exceed the average payment periods established by Law 15/2010 of July 5, concerning measures to combat late payment in commercial transactions. Nevertheless, it will continue to focus on improving its payment procedures to achieve 100% compliance with payments to suppliers and creditors as required by current regulations.

There have been no subsequent events since the end of the year that have substantially or significantly modified the Group's year-end figures. In this regard, neither the armed conflict triggered by Russia's invasion of Ukraine nor the tariff dispute are expected to have a significant impact on the Group.

This interim directors' report is issued in accordance with the provisions set forth in Royal Legislative Decree 1/2010, of July 2, approving the consolidated text of the Capital Companies Act and its subsequent amendments.

**AUTHORISATION FOR ISSUE OF THE INTERIM CONSOLIDATED
DIRECTORS' REPORT BY THE GOVERNING BODY**

(Free translation from the original in Spanish. In the event of discrepancy, the Spanish language version prevails.)

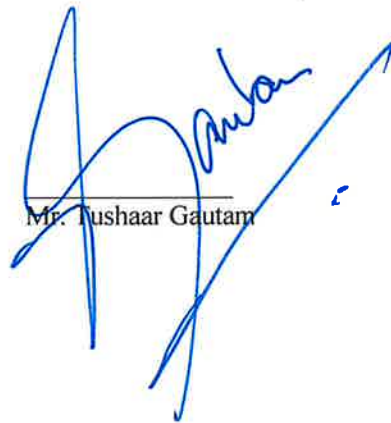
In compliance with current legislation, the Directors of INTERNATIONAL FOAM TECHNOLOGIES SPAIN, S.L.U have authorized for issue the interim Consolidated Directors' Report of INTERNATIONAL FOAM TECHNOLOGIES SPAIN, S.L.U. AND SUBSIDIARIES for the fiscal year ended March 31st, 2025.

In addition, they also declare that they have signed this document by signing this sheet attached to that report, consisting of two pages.

Yecla, April 25, 2025



Mr. Rahul Gautam



Mr. Tushaar Gautam