

APPLICATION

TO THE FINANCIAL STATEMENT OF

PERFORMANCE TECHNOLOGIES BG JSC FOR 2024

ESTABLISHMENT, OWNERSHIP and MANAGEMENT

PERFORMANCE TECHNOLOGIES BG JSC was established in 2006.

The Company's share capital is 290 000 Bulgarian leva owned by **PERFORMANCE TECHNOLOGIES (Cyprus) Ltd.** The Company is established for non-definite period.

The Company's activity is consulting, investigations, scientific research, design, developments, manufacturing, implementing and service of computer and IT systems, supplying, filing systems and restoring data, home and foreign trade, as well as any other activity which is not prohibited by law.

PERFORMANCE TECHNOLOGIES BG JSC owned by **PERFORMANCE TECHNOLOGIES (Cyprus) Ltd.**, emerges after transforming **PERFORMANCE TECHNOLOGIES BG JSC** by change of the legal form under the circumstances of jointly succession.

As at 31.12.2024 the Company is represented by Dimitrios Papantoniou.

ACCOUNTING POLICY OF THE COMPANY

Basis of preparation of the financial statements

The Financial Statements of **PERFORMANCE TECHNOLOGIES BG JSC** as at 31.12.2024 is prepared under the International Financial Reporting Standards .

The Financial Statement is prepared on the historical cost basis. The data is presented in thousands leva.

The Income statement is worked out in accordance with functional purpose of expenses.

The Cash flow statement is worked out by the direct method.

Functional and Presentation Currency

The functional and presentation currency of the Company is Bulgarian Lev.

For liabilities and receipts in euro, the change rate 1.95583 leva for 1 euro is applied.

Non-current assets

The non-current assets – property, machines and equipment, are represented in the Balance Sheet at the acquisition cost reduced by the accumulated depreciation.

Assets under 700 Bulgarian Leva are treated by the Company as current expenses and are not capitalised even if they have the characteristics of fixed assets.

Depreciation Methods

Depreciation of non-current assets is charged to the Income Statement on a straight-line basis.

Changes to the depreciation methods could be done only as an exception only in the beginning of the year and if needed.

Inventories

Inventories are recorded at the lower of cost and net realisable value. Expenditures incurred in acquiring the inventories and bringing them to their existing location and condition are: customs and duties, transport costs, non-refundable taxes and other costs. The weighted average cost method is used to measure the sold inventory.

Trade and Other Receivables

The trade receivables in Bulgarian Leva are booked and presented at the original invoice amount. Receivables in Euro are valued and represented at the fixed exchange rate of the Bulgarian National Bank of 1.95583 Bulgarian Leva for 1 Euro.

Cash

The Cash balance is made of petty cash and bank.

Trade Payables and Other Payables

The Trade Payables and Other Payables in Bulgarian Leva are recognised at the value of the original invoices (acquisition value) which is treated as fair value and will be repaid in the future for the received goods and services. The payables denominated in foreign currency are presented in Bulgarian Leva using the exchange rate of Bulgarian National Bank at the date of their origination.

Pensions and Other Staff Payables according to Social and Labour legislation

The staff costs and taxes are based on the Labour Code and the relative Social security legislation. It is employer's duty to pay the compulsory contributions for its staff pensions, health and unemployment. The amount of the contributions is stated in the annual Budget Law of the State Social Security Contributions. The contributions are shared between the employer and the employee in a ratio which is changed annually in the Law. Short term staff costs (due within 12 months of the end of the period in which the employee performed the work) are recognised as expense in the Income Statement in the year when the work was done. They are booked as current liability in the Balance sheet after deducting the already paid amounts and deductions.

Profit Tax

Current Profit taxes are stated in the Bulgarian Law for Corporate Taxation. The cumulative tax rate for 2024 is 10 %.

Deferred profit taxes

Deferred tax is recognised using the balance sheet method. Deferred tax liabilities are recognised for all temporary differences and for unused tax losses to the extent that it is possible that they will be reversed and generate enough taxable profit.

The balance sheet value of all deferred tax assets is reviewed at every balance sheet date and is reduced to the extent that they are expected to reverse and generate enough taxable profit to offset against.

Deferred tax assets and liabilities are valued using tax rates expected to be applied in the period when the assets are expected to be realised and liabilities to be closed based on acting tax legislation.

Income

Accrual method is used for income recognition to the extent of the received benefits and considering the possibility to measure it reliably.

Services are recognised to the extent of completion stage as at the balance sheet date provided that this stage can be measured reliably together with the relative costs for providing the service.

Expenses

Expenses are recognised as they are incurred applying the principle of matching income and expenses.

Deferred expenses are recognised in the period for which they relate.

Financial income and expenses are included in the Income Statement as a net amount and are comprised of interest income and expense, exchange rate differences and bank fees.

NOTES ON TRANSACTIONS AND BALANCES

CURRENT ASSETS

1. INVENTORY

At the beginning of the year, the company has stock of software subscriptions for resale with a total value of BGN 391,166 (EUR 200,000). During the year, a one-year software subscription was purchased for resale for EUR 76,666.66 (BGN 149,946.95). During the reporting period, a software subscription was sold for BGN 345,529.95, (176,666.66). At the end of the year, the remaining inventory balance is BGN 195,583 (100,000 euro)

	Inventories	31.12.2024	31.12.2023
	<i>In Thousands Bulgarian Lev</i>		
1	Inventory	196	391
	Total	196	291

2. TRADE RECEIVABLES

Trade and other receivables of the company are as follows:

	Trade and Other Receivables	31.12.2024	31.12.2023
	<i>In Thousands Bulgarian Lev</i>		
1	Customers –related part	9	9
	Total	9	9

3. CASH AND CASH EQUIVALENTS

	Cash	31.12.2024	31.12.2023
	<i>In Thousands Bulgarian Lev</i>		
1	Petty Cash	1	1
2	Cash in a bank current account	100	302
	Total Cash	101	303

4. OWN CAPITAL

As at 31.12.2024 the share capital of the Company is 290 thousand lev.

	Share Capital	31.12.2024	31.12.2023
	<i>In Thousands Bulgarian Lev</i>		
1	Share Capital	290	290
2	Uncovered Loss	(133)	(258)
3	Current period Loss/Profit	125	125
	Total Share Capital	282	157

At the end of 2024 the owner capital of PTBG is BGN 282,076.77 (144,223.56 euro)

5. CURRENT LIABILITIES

During the year, the company repaid trade credit obligations to PT Cyprus - BGN 212,857.45 (108,832.23 euro), invoice obligations to the supplier PT Cyprus in the total amount of BGN 34,766.83 (17,776 euro) and to other unrelated suppliers - BGN 273,816.20 (140,000 euro).

	Trade and Other	31.12.2024	31.12.2023
	<i>In Thousands Bulgarian Lev</i>		
	Liabilities as trade credits to related		
1.	parties- PT Cyprus	0	213
2.	Liabilities to Suppliers-related parts	10	45
	- PT Cyprus	0	35
	- PT Greece	10	10
3.	Liabilities to Suppliers	0	274
4.	Tax corporation	14	14
	Total Current Liabilities	24	546

6. NET SALES REVENUE

During the year, the company realized revenue from commercial activity from the sale of software in the amount of BGN 486,024 (248,500 euro)

7. EXPENSES

Cost of Sales (Operational Expenses) and Administrative expenses are divided into the following categories:

7.1 External Services Costs include:

	<i>In Thousands Bulgarian Lev</i>	31.12.2024	31.12.2023
1.	Auditing Services	1	1
	Total	1	1

7.2 Correction sums

The reported value of the sold software is indicated in correction amounts - BGN 345,529.95 (176,666.66 euro).

8. FINANCIAL RESULT

The company ends the accounting year 2024 with an accounting profit of BGN 138,803.96 (70,969.34 euro). The taxable profit is the same.

Profit tax was charged - BGN 13,880.40 (7096,94 евро).

Net profit is BGN 124,923.56 (63,872.40).

INTER COMPANY TRANSACTIONS:

PERFORMANCE TECNOLOGIES BG JSC had realized any transactions with related parties.

During the period from 01.01.2024 to 31.12.2024 the company has repaid most of its obligations to related parties in the amount of BGN 247,624.28 (126,608.28 euro), of which BGN 212,857.45 (108,832.23 euro) in commercial loans and BGN 34,766.83 (17,776 euro) in invoices.

At the end of 2024, liabilities to related parties amount to BGN 10,247.32 (EUR 5,239.37). Receivables from related parties amount to BGN 9,129.85. (€4,668.02).

There are not any adjusting and not adjusting events emerging after the date of the Balance Sheet.

During the accounting period there is not any deviation from the principals of the accounting policy of the company.

Data: 15.01.2025

Prepared by:

/Valya Slavtcheva/

Manager:

/Dimitrios Papantoniou/

PERFORMANCE TECHNOLOGIES BG AD

12, J.Kuri str., bl.81, fl.2, Sofia

STATEMENT OF FINANCIAL POSITION

at the end of the period 31.12.2024

ASSETS	Note	31.12.2024		31.12.2023	
		In BGN	In EUR	In BGN	In EUR
CURRENT ASSETS					
Inventories	1	195 583	100 000	391 166	200 000
Receivables and prepayments	2	9 130	4 668	9 130	4 668
Cash and cash equivalents	3	101 491	51 892	302 415	154 622
		306 204	156 560	702 711	359 290
TOTAL ASSETS		306 204	156 560	702 711	359 290
EQUITY AND LIABILITIES					
CAPITAL AND RESERVES					
Fixed capital		290 000	148 275	290 000	148 275
Profit / loss for passed periods		(132 847)	(67 924)	(257 672)	(131 746)
Profit / loss for current period		124 924	63 873	124 825	63 822
Total equity	4	282 077	144 224	157 153	80 351
CURRENT LIABILITIES					
Liabilities to related parties		10 247	5 239	257 872	131 848
Supliers		0	0	273 816	140 000
Tax liabilities		13 880	7 097	13 870	7 092
Total current liabilities:	5	24 127	12 336	545 558	278 939
TOTAL EQUITY AND LIABILITIES		306 204	156 560	702 711	359 290

Date:15.01.2025

Manager:
/Dimitrios Papantoniou/Complier:.....
/Valya Slavtcheva/

PERFORMANCE TECHNOLOGIES BG AD
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STATEMENT OF COMPREHENSIVE INCOME
for the period 01.01.2024-31.12.2024

Income and Expense Items	Note	31.12.2024		31.12.2023	
		<i>In BGN</i>	<i>In EUR</i>	<i>In BGN</i>	<i>In EUR</i>
Earnings statement					
<i>Continuing activities</i>					
Operating income					
Net sales income including:					
Goods	6	486 024	248 500	486 024	248 500
Total operating income		<u>486 024</u>	<u>248 500</u>	<u>486 024</u>	<u>248 500</u>
Operating expenses					
Expenses by type					
Hired services		(1 232)	(630)	(1 009)	(516)
Total operating expenses	7	<u>(1 232)</u>	<u>(630)</u>	<u>(1 009)</u>	<u>(516)</u>
Correction sums		(345 530)	(176 667)	(345 530)	(176 667)
Profit (loss) from activity		<u>139 262</u>	<u>71 204</u>	<u>139 485</u>	<u>71 318</u>
Financial expenses		(458)	(234)	(790)	(404)
Book pre-tax profit (loss) from continuing activity	8	<u>138 804</u>	<u>70 969</u>	<u>138 695</u>	<u>70 914</u>
Tax profit		(13 880)	(7 097)	(13 870)	(7 092)
Net profit (loss) from continuing activities		<u>124 924</u>	<u>63 873</u>	<u>124 825</u>	<u>63 822</u>
Discontinue operations					
Total amount of comprehensive income		<u>124 924</u>	<u>63 873</u>	<u>124 825</u>	<u>63 822</u>

Date:15.01.2025

Manager:
/Dimitrios Papantoniou/

Complier:.....
/Valya Slavtcheva/

STATEMENT OF CASH FLOWS
for the period 01.01.2024-31.12.2024

Items	N o t e	01.01.2024 - 31.12.2024						01.01.2023 - 31.12.2023					
		Proceeds in BGN	Proceeds in EUR	Payments in BGN	Payments in EUR	Net cash flow in BGN	Net cash flow in EUR	Proceeds in BGN	Proceeds in EUR	Payments in BGN	Payments in EUR	Net cash flow in BGN	Net cash flow in EUR
a	b	1	2	3	4	5	6	7	8	9	10	11	12
A.Cash at beginning of period						302 415	154 622					284 433	145 428
B. Cash flows from operating activities													
Cash flow related to goods and services		486 024	248 500	459 763	235 073	26 261	13 427	486 089	248 533	463 889	237 183	22 200	11 351
Cash flow related to income taxes		0	0	13 870	7 092	(13 870)	(7 092)			3 428	1 753	(3 428)	(1 753)
Other cash flow related to operating activities		0	0	458	234	(458)	(234)	0	0	790	404	(790)	(404)
Total cash flow from operational activity (B)		486 024	248 500	474 091	242 399	11 933	6 101	486 089	248 533	468 107	239 339	17 982	9 194
C. Cash flows from investing activities													
Total cash flows from investing activities (C)		0	0	0	0	0	0	0	0	0	0	0	0
D. Cash flow from financing activities													
Cash flows from issuing shares or other equity instruments;		0	0	0	0	0	0	0	0	0	0	0	0
Payments for loans		0	0	212 857	108 832	(212 857)	(108 832)	0	0	0	0	0	0
Total cash flow from financing activities (D)		0	0	0	0	(212 857)	(108 832)	0	0	0	0	0	0
E. Change of cash for the period (B+C+D)		486 024	248 500	474 091	242 399	(200 924)	(102 731)	486 089	248 533	468 107	239 339	17 982	9 194
Cash at the end of the period (A+E)						101 491	51 892					302 415	154 622

Date:15.01.2025

Manager:
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Complier:.....
/Valya Slavtcheva/

STATEMENT OF CHANGES IN EQUITY
for the period 01.01.2024-31.12.2024

Items	No te	Fixed equity in BGN	Fixed equity in EUR	Financial result				Total	
				Profit in BGN	Profit in EUR	Loss in BGN	Loss in EUR	Own equity in BGN	Own equity in EUR
	<i>a</i>	<i>b</i>	<i>l</i>	<i>2</i>	<i>3</i>	<i>4</i>	<i>5</i>	<i>6</i>	<i>7</i>
Balance on 01.01.2023		290 000	148 275	44 979	22 997	(302 651)	(154 743)	32 328	16 529
Total comprehensive income for 01.01.2023-31.12.2023				124 825	63 822	0	0	124 825	63 822
-Profit (Loss)				124 825	63 822	0	0	124 825	63 822
Balance on31.12.2023		290 000	148 275	169 804	86 819	(302 651)	(154 743)	157 153	80 351
Total comprehensive income for 01.01.2024-31.12.2024				124 924	63873	0	0	124 924	63 873
-Profit (Loss)				124 924	63873	0	0	124 924	63 873
-Other comprehensive income.									
Balance on 31.12.2024		290 000	148 275	294 728	150 692	(302 651)	(154 743)	282 077	144 224

Date:15.01.2025

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