

# **FRIGORÍFICO CONCEPCIÓN S.A. AND SUBSIDIARIES**

(PARAGUAY, REPUBLIC OF  
PARAGUAY)



Calidad en Carnes



## **CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

AS OF SEPTEMBER 30, 2024,  
AND DECEMBER 31, 2023 AND  
FOR THE NINE-MONTH AND  
THREE-MONTH PERIODS  
ENDED SEPTEMBER 30, 2024  
AND 2023.





## **Report on review of interim financial information**

To the Shareholders of Frigorífico Concepción S.A.  
Santa Teresa Ave. – Torres del Paseo Bulding  
Tower 1 – 17<sup>th</sup> and 18<sup>th</sup> Floors  
Asunción - Paraguay

### **Introduction**

We have reviewed the accompanying condensed consolidated interim statement of financial position of Frigorífico Concepción S.A. and its subsidiaries (the 'group') as at September 30, 2024 and the related condensed consolidated statement of profit or loss and other comprehensive income for the three-month and nine-month periods then ended, and condensed consolidated statements of changes in equity and cash flows for the nine-month period then ended, and notes, comprising significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with IAS 34 Interim Financial Reporting. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review

### **Scope of review**

We conducted our review in accordance with International Standard on Review Engagements 2410, 'Review of interim financial information performed by the independent auditor of the entity'. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34.

### **PricewaterhouseCoopers S.R.L.**

Gastón Scotover  
Partner  
January 30, 2025  
Asunción - Paraguay

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# CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

*As of Sep 30, 2024 and Dec 31, 2023 and for the nine-month and three-month periods ended Sep 30, 2024 and 2023*

**CONCEPCIÓN**



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# CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION **CONCEPCIÓN**

As of September 30, 2024 and December 31, 2023



ASSETS	Notes	9/30/2024	12/31/2023
<b>Current assets</b>			
Cash and cash equivalents		81,392	56,854
Trade receivables - Net	9	447,356	507,091
Other current assets	11	144,793	213,836
Inventories	10	239,841	195,546
Biological assets		68,646	63,549
<b>Total current assets</b>		<b>982,028</b>	<b>1,036,876</b>
<b>Non-current assets</b>			
Trade receivables - Net	9	207	483
Other non-current assets	11	78,382	61,546
Investments accounted for using the equity method	12	4,420	3,969
Property, plant, and equipment	13	275,226	248,773
Goodwill	14	9,116	9,745
Investment properties		8,453	8,453
<b>Total non - current assets</b>		<b>375,804</b>	<b>332,969</b>
<b>TOTAL ASSETS</b>		<b>1,357,833</b>	<b>1,369,845</b>

The notes on pages 9 to 21 are an integral part of the condensed consolidated interim financial statements.

Oper L. Martínez  
Accountant

Pedro Cassildo Pascutti  
Vice President

Jair Antonio de Lima  
President

# CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

As of September 30, 2024 and December 31, 2023

CONCEPCIÓN

LIABILITIES	Notes	9/30/2024	12/31/2023
<b>Current Liabilities</b>			
Loans and borrowings	16	215,823	177,912
Trade payables	17	65,455	270,475
Other payables		55,398	58,980
<b>Total current liabilities</b>		<b>336,676</b>	<b>507,367</b>
<b>Non-current liabilities</b>			
Loans and borrowings	16	554,336	447,050
Trade payables	17	600	2,579
Deferred tax liability		12,425	12,959
Other payables		33,088	22,866
<b>Total non-current liabilities</b>		<b>600,449</b>	<b>485,454</b>
<b>TOTAL LIABILITIES</b>		<b>937,125</b>	<b>992,821</b>
<b>EQUITY</b>			
Capital	15	196,996	196,996
Reserves	15	78,964	78,964
Retained earnings		80,551	(16,368)
Net income		47,126	96,919
Other comprehensive income		(1,122)	3,969
Equity attributable to owners of the company		402,515	360,480
Non-controlling interests		18,193	16,544
<b>TOTAL EQUITY</b>		<b>420,708</b>	<b>377,024</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>1,357,833</b>	<b>1,369,845</b>

The notes on pages 9 to 21 are an integral part of the condensed consolidated interim financial statements.

Oper L. Martínez  
Accountant

Pedro Cassildo Pascutti  
Vice President

Jair Antonio de Lima  
President

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME**

*As of Sep 30, 2024 and Sep 30, 2023 and for three-month periods ended Sep 30, 2024 and 2023*



	Notes	For the nine months ended September 30		For the three months ended September 30	
		2024	2023	2024	2023
Revenue	7	1,272,839	1,153,355	434,034	419,783
Cost of sales		(1,026,133)	(940,327)	(341,970)	(338,456)
<b>Gross Profit</b>		<b>246,706</b>	<b>213,028</b>	<b>92,064</b>	<b>81,327</b>
Operations and comercial expenses		(32,908)	(24,692)	(13,177)	(11,658)
Administrative expenses		(81,116)	(52,206)	(29,745)	(22,906)
Other income		9,447	6,929	1,731	4,173
Other expenses		(23,847)	-	(13,430)	-
<b>Operating profit</b>		<b>118,282</b>	<b>143,059</b>	<b>37,443</b>	<b>50,936</b>
Interest expenses		(22,904)	(8,068)	(14,700)	(4,337)
Interest on bond issue		(23,142)	(20,574)	(2,328)	(9,046)
Bank expenses		(11,619)	(2,737)	(4,877)	366
Exchange difference		(1,673)	58	6,391	75
<b>Net finance costs</b>		<b>(59,338)</b>	<b>(31,321)</b>	<b>(15,514)</b>	<b>(12,942)</b>
<b>Profit before Income Tax</b>		<b>58,944</b>	<b>111,738</b>	<b>21,929</b>	<b>37,994</b>
Income tax expense	8	(12,288)	(14,605)	(8,614)	(5,642)
<b>Profit for the period</b>		<b>46,656</b>	<b>97,133</b>	<b>13,315</b>	<b>32,352</b>
Profit attributable to:					
Owners of the company		47,126	90,708	14,767	29,897
Non-controlling interest		(470)	6,425	(1,452)	2,455

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**CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME**

*As of Sep 30, 2024 and Sep 30, 2023 and for three-month periods ended Sep 30, 2024 and 2023*



	For the nine months ended September 30		For the three months ended September 30	
	2024	2023	2024	2023
<b>Profit for the period</b>	46,656	97,133	13,315	32,352
<b>Items that are or may be reclassified subsequently to profit or loss:</b>	-	-	-	-
Currency translation	(2,972)	130	3,173	4,857
<b>Other comprehensive income for the year, net of taxes</b>	<b>(2,972)</b>	<b>130</b>	<b>3,173</b>	<b>4,857</b>
<b>Total comprehensive income of the period</b>	<b>43,684</b>	<b>97,263</b>	<b>16,488</b>	<b>37,209</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	42,035	90,578	16,483	34,652
Non-controlling interest	1,649	6,685	5	2,557

The notes on pages 9 to 21 are an integral part of the condensed consolidated interim financial statements.

Oper L. Martínez  
Accountant

Pedro Cassildo Pascutti  
Vice President

Jair Antonio de Lima  
President

# CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY

As of September 30, 2024 and September 30, 2023



(In thousands of U.S. dollars)

	Attributable to equity holders of the Company					Total	Non-controlling interest	Total Equity
	Share Capital	Reserves		Retained Earnings	Other comprehensive income			
		Legal Reserve	Revaluation Reserve					
<b>Balance as of December 31, 2022</b>	<b>131,447</b>	<b>11,911</b>	<b>63,874</b>	<b>51,241</b>	<b>2,061</b>	<b>260,534</b>	<b>7,170</b>	<b>267,704</b>
Inclusion of balances of directly and indirectly related companies	-	-	-	-	84	84	-	84
<b>Total comprehensive income for the period:</b>								
Other income statement - Currency translation	-	-	-	-	7,650	7,650	310	7,960
Profit for the period	-	-	-	90,708	-	90,708	6,425	97,133
<b>Total comprehensive income for the period:</b>	-	-	-	90,708	7,650	98,358	6,735	105,093
<b>Balance as of September 30, 2023</b>	<b>131,447</b>	<b>11,911</b>	<b>63,874</b>	<b>141,949</b>	<b>9,795</b>	<b>358,976</b>	<b>13,905</b>	<b>372,881</b>
<b>Balance as of December 31, 2023</b>	<b>196,996</b>	<b>13,166</b>	<b>65,798</b>	<b>80,551</b>	<b>3,969</b>	<b>360,480</b>	<b>16,544</b>	<b>377,024</b>
<b>Total comprehensive income for the period:</b>								
Other income statement - Currency translation	-	-	-	-	(5,091)	(5,091)	2,119	(2,972)
Profit for the period	-	-	-	47,126	-	47,126	(470)	46,656
<b>Total comprehensive income for the period:</b>	-	-	-	47,126	(5,091)	42,035	1,649	43,684
<b>Balance as of September 30, 2024</b>	<b>196,996</b>	<b>13,166</b>	<b>65,798</b>	<b>127,677</b>	<b>(1,122)</b>	<b>402,515</b>	<b>18,193</b>	<b>420,708</b>

The notes on pages 9 to 21 are an integral part of the condensed consolidated interim financial statements.

Oper L. Martínez  
Accountant

Pedro Cassildo Pascutti  
Vice President

Jair Antonio de Lima  
President



# CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

As of September 30, 2024 and September 30, 2023



(In thousands of U.S. dollars)

	9/30/2024	9/30/2023
<b>Cash flows from operating activities:</b>		
Net Income	46,656	97,133
Adjustments for:		
Depreciation and amortization	12,108	3,816
Change in fair value of biological assets	(1,733)	-
Provision for Income tax	3,451	14,606
Financial interest accrued	46,046	25,393
Non – cash items adjustments	752	(2,277)
Non-cash items and other adjustments	60,624	41,538
Changes in:		
Trade and Other receivables	25,039	(109,134)
Inventories and biological assets	(49,394)	(36,652)
Trade payables and other payables	(112,784)	(62,499)
Cash used in operating activities	<b>(29,859)</b>	<b>(69,614)</b>
Income tax paid	(10,099)	(4,971)
<b>Net cash used in operating activities</b>	<b>(39,958)</b>	<b>(74,585)</b>
<b>Cash flows from Investing activities:</b>		
Acquisition of property, plant and equipment	(34,620)	(30,412)
Acquisition of subsidiary	(36)	-
<b>Net cash used in investing activities</b>	<b>(34,656)</b>	<b>(30,412)</b>
<b>Cash flows from financing activities:</b>		
Proceeds from loans and borrowings	205,904	122,149
Repayment of loans and borrowings	(60,706)	-
Interest paid	(46,046)	(25,393)
<b>Net cash from financing activities</b>	<b>99,152</b>	<b>96,756</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>24,538</b>	<b>(8,241)</b>
Cash and cash equivalents at the beginning of the year	56,854	34,985
<b>Cash and cash equivalents at the end of the period</b>	<b>81,392</b>	<b>26,744</b>

The notes on pages 9 to 21 are an integral part of the condensed consolidated interim financial statements.

Oper L. Martínez  
Accountant

Pedro Cassildo Pascutti  
Vice President

Jair Antonio de Lima  
President

(In thousands of U.S. dollars)

### **NOTE 1 – Reporting entity**

Frigorífico Concepción S.A. (the “Company”) is a company incorporated under the laws of Paraguay, domiciled in Av. Santa Teresa Esq / Av. Aviadores de Chaco, Edificio Torres Del Paseo – Torre 1, Pisos 17 y 18, Asunción, Paraguay. These condensed consolidated interim financial statements (“interim financial statements”) as of September 30, 2024 and December 31, 2023 and for the nine-month and three -month periods ended September 30, 2024 and 2023 comprise the Company and its subsidiaries (together referred to as the “Group”).

These interim financial statements have been prepared to comply with certain reporting financial information obligations of the Group.

The Group’s principal activity is to purchase and process cattle and the commercialization of meat in the local market and abroad.

The Parent Company consolidates directly and indirectly with the following significant entities:

<b>Subsidiary</b>	<b>Core Business</b>	<b>Country</b>	<b>Ownership interest</b>
Frigorífico BFC S.A.	Meat Industry	Bolivia	80%
BFC-Par S.A.	Meat Industry	Paraguay	99.5%
Frigorífico CFC Spa	Meat Industry	Chile	100%
Cabaña El Nido S.A.	Pork Farm	Paraguay	99%
All Par Casings S.A..	Casing Industry	Paraguay	72%
Bmg Importação Exportação	Meat Industry	Brazil	99.5%
Frigorífico Vila Bela Eireli	Meat Industry	Brazil	90%
Industria De Carnes Katuete S.A.	Meat Industry	Paraguay	94%
BMG Transportes Nacional E Internacional Ltda	Transportations	Brazil	99.5%
BMG Agricola Ltda	Pork Farm	Brazil	99.5%
BFC USA LLC	Meat Industry	USA	99.5%
União Casings Importação E Exportação Ltda.	Casing Industry	Brazil	72%
Beef For China Ltd.	Meat Industry	China	99.5%
BFC Shangai	Meat Industry	Hong kong	80%
BMG Tecnologia em Infomacao Ltda.	Software development	Brazil	99.5%
BMG Créditos e cobranças financeiras Ltda.	Credit Company	Brazil	99.5%

### **NOTE 2 – Basis of preparation**

#### **a) Statement of compliance**

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting, and should be read in conjunction with the Group’s last annual consolidated financial statements as of December 31, 2023 and for the year then ended (“last annual consolidated financial statements”). They do not include all of the information required for a complete set of financial statements prepared in accordance with IFRS Accounting Standards. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding the changes in the Group’s financial position and performance since the last annual consolidated financial statements.

On January 30, 2025, the Company’s Chief Executive Officer and Chief Financial Officer, authorized the issuance of the accompanying interim financial statements and related notes thereto.

(In thousands of U.S. dollars)

**b) Basis of measurement**

These condensed consolidated interim financial statements are presented in US Dollars (“\$” “dollars” or “US”), which is currency of the primary economic environment in which the entity operates (“the functional currency”). All amounts have been rounded to the nearest thousand, unless otherwise indicated.

Due to rounding, numbers presented throughout this document may not add up precisely to the totals we provide and percentages may not precisely reflect the absolute figures.

**c) Scope of consolidation**

These condensed consolidated interim financial statements include Frigorífico Concepción, S.A. and all entities that are controlled directly or indirectly by Frigorífico Concepción.

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**NOTE 3 – Use of judgments and estimates**

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In preparing these condensed consolidated interim financial statements, Management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by Management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual consolidated financial statements.

Measurement of fair values-

The Group has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the Chief financial Officer.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of IFRS, including the level in the fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Group Audit Committee.

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability are categorized in different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Further information about the assumptions made in measuring fair values is included in Note 17.

(In thousands of U.S. dollars)

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**NOTE 4 – Changes in material accounting policies and new standards an interpretation not yet adopted**

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The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in the annual consolidated financial statements as of December 31, 2023, except for changes as disclosed in these financial statements.

**Change in accounting policies**

The Group has adopted Classification of Liabilities as Current or Non-current and Noncurrent Liabilities with Covenants – Amendments to IAS 1, as issued in 2020 and 2022, for the first time in its 2024 condensed consolidated interim financial statements. The amendments apply retrospectively for annual reporting periods beginning on or after 1 January 2024. They clarify certain requirements for determining whether a liability should be classified as current or non-current and require new disclosures for non-current liabilities that are subject to covenants within 12 months after the reporting period.

The Group does not have any transactions that are affected by the other newly effective accounting standards and amendments.

**Standards issued but not yet effective**

A number of new accounting standards and amendments to accounting standards are effective for annual periods beginning after January 1, 2024 and earlier application is permitted. The Group has not early adopted any of the forthcoming new or amended accounting standards in preparing these condensed consolidated interim financial statements.

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**NOTE 5 – Group entities**

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**Significant subsidiaries**

At the close of the period on September 30, 2024, four new companies were included in the condensed consolidated interim financial statements, they are the following:

- Beef For China Ltd.
- BFC Shangai
- BMG Tecnologia em Imfomacao Ltda.
- BMG Créditos e cobranças financeiras Ltda.

As a whole, they contribute assets of USD 1,168 and liabilities of USD 33 to the financial statements.

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**NOTE 6 – Operating Segments**

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The Group has one reportable segment by country. This is based on the Group's internal reporting structure to the Chief Operating Decision Maker which is the CEO of the Group. The main measure of profit and loss for segment is total operating income.

Geographical revenue segment information for the nine-month and three-month periods ended September 30, 2024 and 2023 are as follows:

(In thousands of U.S. dollars)

Nine months periods ended September 30, 2024	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
Revenues							
Local sales	69,064	27,610	650,264	-	9,289	(108,777)	647,450
External sales	403,983	138,052	153,277	410,986	-	(482,642)	623,656
Changes in fair value of biological assets	-	-	1,733	-	-	-	1,733
Cost of sales	(400,942)	(137,576)	(708,547)	(362,238)	(8,249)	591,419	(1,026,133)
Gross Profit	72,105	28,086	96,727	48,748	1,040	-	246,706
Operations and commerce expenses	(7,696)	(8,582)	(15,627)	(794)	(209)	-	(32,908)
Administrative expenses	(12,407)	(6,496)	(47,432)	(2,234)	(439)	-	(69,008)
Depreciation and amortization	(2,405)	(1,420)	(8,079)	(204)	-	-	(12,108)
Other Income / expenses	104,060	469	(2,514)	24,865	425	(141,705)	(14,400)
<b>Results of operating activities</b>	<b>153,657</b>	<b>12,057</b>	<b>23,075</b>	<b>70,381</b>	<b>817</b>	<b>(141,705)</b>	<b>118,282</b>
Nine months periods ended September 30, 2023	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
Revenues							
Local sales	77,023	23,736	552,209	-	7,425	(84,674)	575,719
External sales	398,128	120,221	76,998	212,598	-	(230,309)	577,636
Cost of sales	(399,798)	(105,145)	(549,819)	(193,529)	(7,019)	314,983	(940,327)
Gross Profit	75,353	38,812	79,388	19,069	406	-	213,028
Operations and commerce expenses	(6,944)	(2,901)	(14,734)	(72)	(41)	-	(24,692)
Administrative expenses	(13,716)	(2,717)	(32,539)	(890)	(243)	-	(50,105)
Depreciation and amortization	(418)	(1,169)	(514)	-	-	-	(2,101)
Other Income / expenses	3,294	4,077	2,725	77	-	(3,244)	6,929
<b>Results of operating activities</b>	<b>57,569</b>	<b>36,102</b>	<b>34,326</b>	<b>18,184</b>	<b>122</b>	<b>(3,244)</b>	<b>143,059</b>
Three months periods ended September 30, 2024	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
Revenues							
Local sales	23,321	9,681	226,070	-	3,252	(38,336)	223,988
External sales	140,955	47,767	41,244	174,438	-	(192,543)	211,861
Changes in fair value of biological assets	-	-	(1,815)	-	-	-	(1,815)
Cost of sales	(138,702)	(49,135)	(229,944)	(152,269)	(2,799)	230,879	(341,970)
Gross Profit	25,574	8,313	35,555	22,169	453	-	92,064
Operations and commerce expenses	(2,263)	(4,385)	(6,063)	(318)	(148)	-	(13,177)
Administrative expenses	(3,185)	(1,881)	(19,666)	(349)	(303)	-	(25,384)
Depreciation and amortization	(798)	(496)	(2,863)	(204)	-	-	(4,361)
Other Income / expenses	101,169	196	103	23,149	426	(136,742)	(11,699)
<b>Results of operating activities</b>	<b>120,497</b>	<b>1,747</b>	<b>7,066</b>	<b>44,447</b>	<b>428</b>	<b>(136,742)</b>	<b>37,443</b>

(In thousands of U.S. dollars)

Three months periods ended September 30, 2023	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
Revenues							
Local sales	25,729	9,145	204,332	-	3,222	(24,341)	218,087
External sales	132,033	45,370	29,722	62,469	-	(67,898)	201,696
Changes in fair value of biological assets	-	-	-	-	-	-	-
Cost of sales	(135,314)	(39,104)	(195,943)	(56,754)	(3,580)	92,239	(338,456)
Gross Profit	22,448	15,411	38,111	5,715	(358)	-	81,327
Operations and commerce expenses	(2,507)	(1,407)	(7,656)	(72)	(16)	-	(11,658)
Administrative expenses	(5,819)	(990)	(16,304)	(378)	87	-	(23,404)
Depreciation and amortization	1,054	(400)	(156)	-	-	-	498
Other Income / expenses	(675)	1,901	1,175	75	-	1,697	4,173
<b>Results of operating activities</b>	<b>14,501</b>	<b>14,515</b>	<b>15,170</b>	<b>5,340</b>	<b>(287)</b>	<b>1,697</b>	<b>50,936</b>

	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
<b>As of September 30, 2024</b>							
<b>Total Assets</b>	1,233,629	248,567	483,088	334,687	6,840	(948,978)	1,357,833
<b>Total Liabilities</b>	668,849	179,881	447,516	235,442	5,531	(600,094)	937,125

	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
<b>As of December 31, 2023</b>							
<b>Total Assets</b>	1,068,973	168,994	498,995	155,205	4,237	(526,559)	1,369,845
<b>Total Liabilities</b>	622,632	102,781	470,240	113,431	4,603	(320,866)	992,821

Earnings before interest, taxes, depreciation and amortization (EBITDA) is as follows:

	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
<b>For the nine months period ended September 30, 2024</b>							
Net Profit	117,780	2,473	9,913	57,337	859	(141,706)	46,656
Income taxes expense	2,058	8,837	1,393	-	-	-	12,288
Finance costs-net	31,297	4,640	8,665	13,045	18	-	57,665
Other Income / expenses	(101,538)	(4,364)	5,617	(24,865)	(483)	141,706	16,073
Depreciation and amortization	2,405	1,420	8,079	205	-	-	12,109
<b>EBITDA adjusted</b>	<b>52,002</b>	<b>13,006</b>	<b>33,667</b>	<b>45,722</b>	<b>394</b>	<b>-</b>	<b>144,791</b>

	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
<b>For the nine months period ended September 30, 2023</b>							
Net Profit	28,719	32,073	21,734	18,183	(332)	(3,244)	97,133
Income taxes expense	3,085	1,886	9,634	-	-	-	14,605
Finance costs-net	24,362	2,144	4,835	-	38	-	31,379
Other Income / expenses	(1,891)	(4,077)	(4,602)	(77)	416	3,244	(6,987)
Depreciation and amortization	418	1,169	514	(1)	-	-	2,100
<b>EBITDA adjusted</b>	<b>54,693</b>	<b>33,195</b>	<b>32,115</b>	<b>18,105</b>	<b>122</b>	<b>-</b>	<b>138,230</b>

(In thousands of U.S. dollars)

**NOTE 7- Revenues**

The Group's operations and main revenue streams are those described in the last annual financial statements. The Group's revenue is derived from contracts with customers, except for immaterial amounts presented as 'other revenue'. The Group recognizes revenue from contracts with customers when it transfers control over a good to a customer.

**a) Disaggregation of revenue**

In the following table, revenue is disaggregated by export and local sales and other revenue

Revenue	For the nine months period ended September 30,		For the three months period ended September 30,	
	2024	2023	2024	2023
Export Sales	623,656	577,637	211,860	201,698
Local Sales	647,450	575,718	223,989	218,085
Others- Changes in fair value of biological assets	1,733	-	(1,815)	-
<b>Total</b>	<b>1,272,839</b>	<b>1,153,355</b>	<b>434,034</b>	<b>419,783</b>

In the following table revenue is disaggregated by type of products:

Revenue	For the nine months period ended September 30,		For the three months period ended September 30,	
	2024	2023	2024	2023
Export sales				
Beef/burger	515,742	456,118	174,877	146,493
Offal	60,682	67,037	23,473	37,626
Pork products	19,799	11,782	9,062	3,597
Leather (1)	132	4,555	132	1,394
Sub-products (2)	27,147	37,711	4,162	12,407
Other	154	434	154	181
<b>Total export sales</b>	<b>623,656</b>	<b>577,637</b>	<b>211,860</b>	<b>201,698</b>

Revenue	For the nine months period ended September 30,		For the three months period ended September 30,	
	2024	2023	2024	2023
Local sales				
Beef/Burger	481,324	421,031	176,157	183,056
Pork products	20,441	72,087	(18,767)	7,048
Offal	18,655	10,155	5,880	3,706
Leather (1)	355	252	178	73
Sub-products (2)	69,505	28,823	18,399	8,400
Pork	55,007	33,234	42,065	11,807
Other	2,163	10,136	77	3,995
<b>Total Local sales</b>	<b>647,450</b>	<b>575,718</b>	<b>223,989</b>	<b>218,085</b>
<b>Total Export and Local sales</b>	<b>1,271,106</b>	<b>1,153,355</b>	<b>435,849</b>	<b>419,783</b>

(1) Includes wet blue leather only

(2) Includes leather sub-products

(In thousands of U.S. dollars)

Revenue is disaggregated by geographic markets of exports as of September 30, 2024 and 2023 consist of the following:

Region	For the nine months period ended September 30,		For the three months period ended September 30,	
	2024	2023	2024	2023
África	17,698	16,924	4,525	3,975
Latam	70,568	160,808	13,901	65,490
Asia	420,205	345,815	143,295	104,727
Caribbean	1,435	322	666	213
CEI	4,912	2,621	862	314
EU	21,591	14,957	5,156	4,876
Middle East	65,439	35,227	29,265	22,044
US	21,808	963	14,190	59
<b>Total exports</b>	<b>623,656</b>	<b>577,637</b>	<b>211,860</b>	<b>201,698</b>

#### **NOTE 8- Income tax expense**

Income tax expense is recognized at an amount determined by multiplying the profit before tax for the interim reporting period by Management's best estimate of the weighted-average annual income tax rate expected for the full financial year, adjusted for the tax effect of certain items recognized in full in the interim period. As such, the effective tax rate in the condensed consolidated interim financial statements may differ from Management's estimate of the effective tax rate for the annual financial statements.

The Group's consolidated effective tax rate for the nine months ended September 30, 2024 was 13.25% (nine months ended September 30, 2023: 15.05%).

#### **NOTE 9- Trade receivables**

Group trade receivables as of September 30, 2024 and December 31, 2023 are as follows:

	9/30/2024	12/31/2023
Current		
Foreign trade receivables	379,217	357,537
Local trade receivables	73,503	150,231
Related parties (note 18)	3,098	3,070
Less: Allowance for uncollectible	(8,462)	(3,747)
<b>Total Current Trade receivables</b>	<b>447,356</b>	<b>507,091</b>
Non-Current		
Related parties (note 18)	-	261
Receivables in collection management	207	222
<b>Total Non-current Trade receivables</b>	<b>207</b>	<b>483</b>

#### **NOTE 10 - Inventories**

The detail of Inventories is as follows:

	9/30/2024	12/31/2023
Meat	207,972	157,582
Materials-Industrial Supplies	31,869	37,964
<b>Total Inventories</b>	<b>239,841</b>	<b>195,546</b>

There were no write-downs recognized during the nine months ended September 30, 2024 and December 31, 2023.



(In thousands of U.S. dollars)

**NOTE 11 – Other assets**

The detail of other assets is as follows:

	9/30/2024	12/31/2023
<b>Current</b>		
Advances to suppliers	75,558	144,478
Tax credits - VAT	33,704	44,501
Income tax credits	13,159	3,386
Expenses to defer	12	126
Related parties (note 18)	17,259	15,383
Other credits	5,101	5,962
<b>Total other current assets</b>	<b>144,793</b>	<b>213,836</b>
<b>Non-current</b>		
Related parties (note 18)	36,706	40,723
Tax credits - VAT	31,653	8,781
Expenses to defer	8,603	6,352
Other credits	3,203	7,353
Less: Allowance for uncollectible	(1,783)	(1,663)
<b>Total other non-current assets</b>	<b>78,382</b>	<b>61,546</b>

**NOTE 12 – INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD**

Set out below are the associates of the group as of September 30, 2024 which, in the opinion of the directors, are material to the group. The entities listed below have share capital consisting solely of ordinary shares, which are held directly by the group, the country of incorporation or registration is also their principal place of business, and the proportion of ownership interest is the same as the proportion of voting rights held.

The detail of Investments is a follow:

Concept	9/30/2024	12/31/2023
Investments in associates *	4,420	3,969
<b>Total</b>	<b>4,420</b>	<b>3,969</b>

\* As part of acquisition of Cabaña El Nido S.A., there are shares representing 25.16% of UPISA - Unión de Productores de Itapúa S.A., a leading pork meatpacker in Paraguay. That are measured at cost, the increase in value is due to a capitalization on April 13, 2024.

Concept	9/30/2024
Beginning of the period	3,969
Profit for capitalization	451
<b>End of the period</b>	<b>4,420</b>

**NOTE 13 – Property, plant and equipment**

	At 1/1/2024	Acquisitions	Reclassifica tions	Depreciation	Currency translation	at 9/30/2024
Land and buildings	132,899	2,486	27,161	(4,096)	(1,551)	156,899
Machinery and equipment	53,453	7,165	(393)	(2,860)	(280)	57,085
Vehicles	26,848	4,351	1	(5,152)	(926)	25,122
Construction in progress	35,573	20,618	(19,988)	-	(83)	36,120
<b>Total</b>	<b>248,773</b>	<b>34,620</b>	<b>6,781</b>	<b>(12,108)</b>	<b>(2,840)</b>	<b>275,226</b>

(In thousands of U.S. dollars)

#### NOTE 14 – Goodwill

##### Impairment test

Goodwill is monitored by management at the level of the operating segments identified in note 6.

The Group tests whether goodwill has not suffered any impairment on an annual basis. For the nine months' period ended September 30, 2024, the recoverable amount of the cash-generating units CGUs was determined based on value in use calculations which require the use of assumptions. The calculations use cash flow projections based on financial budgets approved by management covering a five-year period.

Cash flows beyond the five-year period are extrapolated using the estimated growth rates stated below. These growth rates are consistent with forecasts included in industry reports specific to the industry in which each CGU operates.

#### NOTE 15 – Capital and reserves

##### a) Capital

As of September 30, 2024, the Group's share capital is USD 196,996 represented by 13,806 registered shares with a par value of USD 14 each, which is fully integrated.

##### b) Legal reserve

According to the Paraguayan and Bolivian laws, each of Frigorífico Concepción S.A. and Frigorífico BFC S.A. is required to allocate 5% of its year net income to constitute a Legal reserve until the reserve balance represents 20% the paid-in capital for Frigorífico Concepción S.A. and 50% for Frigorífico BFC S.A.

##### c) Revaluation reserve

Corresponds to increases or decreases resulting from revaluations, the changes in fair values of the items of property, plant and equipment are determined by independent valuer.

#### NOTE 16 – Loans and borrowings

<i>In USD thousands</i>	Nominal Interest rate	Year of maturity	Face value	Carrying amount	Interest payable
Balance at January 1, 2024				609,729	15,233
<b>New issues</b>					
Secured bank loan	6%-10%	2024 2027	76.488	76,488	11,473
International bonds	10.83%	2026	81.000	81,000	15,033
Local bonds	7.75-11.75%	2027	53.716	53,716	8,938
<b>Total New Issues</b>				<b>211,204</b>	<b>35,444</b>
<b>Repayments</b>					
Secured bank loan	8%	2024 2027		(60,706)	(14,395)
International bonds	10.8%	2028			(23,164)
Local bonds	9.75%	2027			(3,186)
<b>Total Repayments</b>				<b>(60,706)</b>	<b>(40,745)</b>
<b>Balance at September 30, 2024</b>				<b>760,227</b>	<b>9,932</b>

(In thousands of U.S. dollars)

### Compliance with covenants

The Group is required to comply with the following financial covenants:  
Section 8.22 of the Amended and Restated Credit Agreement.

(a) Fixed Charge Coverage Ratio. The Borrowers shall not permit the Fixed Charge Coverage Ratio, at any time prior to the Maturity Date, to be less than 2.50:1.00.

(b) Leverage Ratio. The Borrowers shall not permit the Leverage Ratio, at any time prior to the Maturity Date, to exceed the following ratios:

(i) 5.00:1.00 at any time prior to January 1, 2025;

(ii) 4.50:1.00 at any time on and after January 1, 2025, but prior to January 1, 2026; and

(iii) 4.00:1.00 at any time after January 1, 2026.

The Group complied with covenants of its bank loans at the end of September 30, 2024. Accordingly, the loans are classified as a non-current liability.

### NOTE 17 – Financial Instruments- Fair values and risk management

#### Accounting classifications and fair values

The following table show the carrying amounts and fair values of financial assets and liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

September 30, 2024	Mandatorily at FVTPL- Others	Financial assets at amortized cost	Other financial liabilities	Total carrying amount	Level 1	Level 2	Level 3	Total
<b>Financial assets not measured at fair value</b>								
Cash and cash equivalents	-	81,392	-	81,392				
Trade receivables	-	447,563	-	447,563				
Other assets	-	-	-	-				
<b>Total Financial assets not measured at fair value</b>	-	<b>528,955</b>	-	<b>528,955</b>				
<b>Financial liabilities not measured at fair value</b>								
Unsecured bank loans	-	-	380,640	380,640	-	380,640	-	380,640
International bonds	-	-	283,931	283,931	-	283,931	-	283,931
Local bonds	-	-	105,588	105,588	-	105,588	-	105,588
Trade payables	-	-	66,055	66,055				
<b>Total Financial liabilities not measured at fair value</b>	-	-	<b>836,214</b>	<b>836,214</b>	-	<b>770,159</b>	-	<b>770,159</b>

(In thousands of U.S. dollars)

December 31, 2023	Mandat orily at FVTPL- Others	Financial assets at amortize d cost	Other financial liabilities	Total carrying amount	Level 1	Level 2	Level 3	Total
<b>Financial assets not measured at fair value</b>								
Cash and cash equivalents	-	56,854	-	56,854				
Trade receivables	-	507,574	-	507,574				
Other assets	-	-	-	-				
<b>Total Financial assets not measured at fair value</b>	-	<b>564,428</b>	-	<b>564,428</b>				
<b>Financial liabilities not measured at fair value</b>								
Unsecured bank loans	-	-	206,438	206,438	-	206,438	-	206,438
International bonds	-	-	365,840	365,840	-	365,840	-	365,840
Local bonds	-	-	52,684	52,684	-	52,684	-	52,684
Trade payables	-	-	273,054	273,054				
<b>Total Financial liabilities not measured at fair value</b>	-	-	<b>898,016</b>	<b>898,016</b>	-	<b>624,962</b>	-	<b>624,962</b>

**NOTE 18 – Related parties**

**a) Other transactions carried out with related parties**

Transactions carried out with related parties, for the nine-month and three-month periods ended September 30, 2024 and 2023, are as follows:

	For the nine months ended September 30,	
	2024	2023
<b>Sale of goods</b>		
Central de la Carne Concepción S.A.	1,664	1,145
Transportadora Concepción S.A.	144	89
Concepción Palace Hotel S.A.	92	34
Agroganadera Concepción S.A.	238	66
Gj Emprendimientos S.A.	16	18
<b>Purchase of goods</b>		
Central de la Carne Concepción S.A.	6	2
Agroganadera Concepción S.A. <sup>(1)</sup>	5,398	3,589
<b>Purchase of freight and logistics service</b>		
Transportadora Concepción S.A.	4,912	3,639
<b>Purchase of hotel and gastronomy service</b>		
Concepción Palace Hotel S.A.	11	5
Gj Emprendimientos S.A.	13	4

(In thousands of U.S. dollars)

b) Other transactions carried out with related parties

Balances outstanding as of September 30, 2024	Trade receivables (Note 9)	Other receivables (Note 11)	Trade payables	Other payables
<b>Related party</b>				
Agrogranadera Concepción S.A.	-	-	-	-
Central de la Carne Concepción S.A.	2,574	16,954	3	1,099
Concepción Palace Hotel S.A.	10	-	1	283
Gj Emprendimientos S.A.	-	-	9	-
Transportadora Concepción S.A.	514	305	96	7
<b>Total current</b>	<b>3,098</b>	<b>17,259</b>	<b>109</b>	<b>1,389</b>
Agrogranadera Concepción S.A.	-	28,277	-	-
Gj Emprendimientos S.A.	-	193	-	-
Transportadora Concepción S.A.	-	8,236	-	-
<b>Total non-current</b>	<b>-</b>	<b>36,706</b>	<b>-</b>	<b>-</b>

  

Balances outstanding as of December 31, 2023	Trade receivables (Note 9)	Other receivables (Note 11)	Trade payables	Other payables
Central de la Carne Concepción S.A.	2,309	14,992	1	-
Transportadora Concepción S.A.	508	391	736	30
Concepción Palace Hotel S.A.	11	-	20	209
Agrogranadera Concepción S.A.	3	-	332	499
Gj Emprendimientos S.A.	239	-	8	-
<b>Total Current</b>	<b>3,070</b>	<b>15,383</b>	<b>1,097</b>	<b>738</b>
Agrogranadera Concepción S.A.	-	29,590	-	-
Gj Emprendimientos S.A.	261	1,809	-	-
Transportadora Concepción S.A.	-	9,323	-	20
<b>Total Non-Current</b>	<b>261</b>	<b>40,722</b>	<b>-</b>	<b>20</b>

**NOTE 19 - Contingencies**

**General Context:**

- Certain companies in the Group are involved in administrative, tax, civil, judicial, and labor lawsuits.
- Legal claims are categorized by risk of loss with corresponding accounting treatments:
  1. Probable loss: 100% provisioned in the accounts.
  2. Possible loss: Disclosed in the Notes, without financial provision.
  3. Remote loss: Neither disclosed nor provisioned.
- Legal provisions are updated periodically based on internal legal reports to reflect best estimates of future disbursements.

**Specific Case - Rubezh Food Corporation vs. Frigorífico Concepción S.A.:**

- **Claim Details:**
  - Filed by Rubezh Food Corporation (a Russian company) under case No. 292/2019 for enforcement of foreign judgments.
  - Principal amount: USD 5,259.
  - Interest claimed: USD 78.
  - Total alleged order of meat valued at USD 11,755, with only USD 6,495 delivered.
- **Company's Position:**
  - The alleged agreement never existed, and the claims are false.
  - The Russian court ruled against the company on January 25, 2018, awarding USD 5,337,681 to Rubezh.
  - The Supreme Court of Russia denied the company's appeal in March 2019.

(In thousands of U.S. dollars)

- **Paraguayan Proceedings:**
  - On May 18, 2020, the company filed an action in Paraguayan court to challenge the enforcement of the Russian judgment.
  - On May 11, 2023, the Court of Appeals (Resolution No. 271):
    1. Accepted the challenge.
    2. Refused to enforce the foreign judgment, citing a pending claim between the parties.
    3. Imposed legal costs on Rubezh.
    4. As a result, Rubezh cannot pursue enforcement of the judgment until the pending case is resolved.
- **Next Steps:**
  - Rubezh may appeal this decision to the Supreme Court of Justice of Paraguay.
- **As of September 30, 2024:**
  - No additional contingent situations or claims could generate obligations for Frigorífico Concepción S.A. beyond those disclosed in the financial statements.

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**NOTE 20 – Subsequent events**

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**Local bonds issues (Frigorífico Concepción S.A.):**

On November 26th, 2024, bonds issuance in BVA (Bolsa de Valores de Asunción) was processed, whose characteristics are:

- Serial Number: 8
- Amount: Gs. 100.000.000.000
- Interest rate: 12%
- Due date: 11/23/2027

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