

FRIGORÍFICO

CONCEPCIÓN

Calidad en Carnes

FRIGORÍFICO CONCEPCIÓN S.A. AND SUBSIDIARIES

(PARAGUAY, REPUBLIC OF
PARAGUAY)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

AS OF MARCH 31, 2025, AND
DECEMBER 31, 2023 AND
THREE-MONTH PERIODS
ENDED MARCH 31, 2025 AND
2024.



CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

As of March 31, 2025 and December 31, 2024 and three-month periods ended March 31, 2025 and 2024



CONCEPCIÓN

Contents

- Condensed Consolidated Interim statements of financial position
- Condensed Consolidated Interim statements of profit or loss and other comprehensive income
- Condensed Consolidated Interim statements of changes in equity
- Condensed Consolidated Interim statements of cash flows
- Notes to the Condensed consolidated Interim financial statements

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

As of March 31, 2025 and December 31, 2024



(In thousands of U.S. dollars)

ASSETS	Notes	3/31/2025	12/31/2024
Current assets			
Cash and cash equivalents		57,902	70,399
Trade receivables–Net	8	506,953	529,521
Other current assets	10	169,132	131,137
Inventories	9	184,035	229,486
Biological assets		75,564	89,198
Total current assets		993,586	1,049,741
Non–current assets			
Trade receivables–Net	8	198	176
Other non–current assets	10	61,862	70,595
Investments accounted for using the equity method	11	4,257	4,345
Property, plant, and equipment	12	290,365	305,951
Goodwill	13	8,894	9,079
Investment properties		8,453	8,453
Total non–current assets		374,029	398,599
TOTAL ASSETS		1,367,615	1,448,340

The notes on pages 9 to 22 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 March 31, 2025 and December 31, 2024



(In thousands of U.S. dollars)

LIABILITIES	Notes	3/31/2025	12/31/2024
Current Liabilities			
Loans and borrowings	15	234,498	216,955
Trade payables	16	59,573	79,158
Other payables		51,583	54,578
Total current liabilities		345,654	350,691
Non-current liabilities			
Loans and borrowings	15	538,731	601,160
Trade payables	16	269	-
Deferred tax liability		18,668	17,899
Other payables		24,371	24,516
Total non-current liabilities		582,039	643,575
TOTAL LIABILITIES		927,693	994,266
EQUITY			
Capital	14	292,507	292,507
Currency translation		(9,742)	9,289
Reserves	14	77,463	78,964
Retained earnings and OCI		40,521	(14,960)
Net income		25,010	71,273
Equity attributable to owners of the company		425,759	437,073
Non-controlling interests		14,163	17,001
TOTAL EQUITY		439,922	454,074
TOTAL LIABILITIES AND EQUITY		1,367,615	1,448,340

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Vice President

Jair Antonio de Lima
President

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

CONCEPCIÓN

As of March 31, 2025 and March 31, 2024

(In thousands of U.S. dollars)

	Notes	For the period ended March 31	
		2025	2024
Revenue	7	438,343	392,285
Cost of sales		(353,750)	(313,986)
Gross Profit		84,593	78,299
Operations and commercial expenses		(10,631)	(17,789)
Administrative expenses		(24,368)	(16,326)
Net impairment losses on financial and contract assets		(1,442)	-
Other income		2,478	1,474
Other expenses		(5,419)	(3,293)
Operating profit		45,211	42,365
Interest expenses		(7,681)	(5,166)
Interest on bond issue		(8,385)	(9,525)
Bank expenses		(4,317)	(2,818)
Exchange difference		3,430	1,702
Net finance costs		(16,953)	(15,807)
Profit before Income Tax		28,258	26,558
Income tax expense	8	(1,791)	(121)
Profit for the period		26,467	26,437
Profit attributable to:			
Owners of the company		25,010	24,682
Non-controlling interest		1,457	1,755

The notes on pages 9 to 22 are an integral part of the condensed consolidated interim financial statements.

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

CONCEPCIÓN

As of March 31, 2025 and March 31, 2024

(In thousands of U.S. dollars)

	For the period ended March 31	
	2025	2024
Profit for the period	26,467	26,437
Items that are or may be reclassified subsequently to profit or loss:		
Currency translation	(40,619)	51
Other comprehensive income for the period, net of taxes	(40,619)	51
Total comprehensive income of the period	(14,152)	26,488
Total comprehensive income attributable to:		
Owners of the Company	(11,314)	22,860
Non-controlling interest	(2,838)	3,628

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CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY

As of March 31, 2025 and March 31, 2024

CONCEPCIÓN

(In thousands of U.S. dollars)

	Attributable to equity holders of the Company						Non-controlling interest	Total Equity
	Share Capital	Reserves		Retained Earnings	Other comprehensive income	Total		
		Legal Reserve	Revaluation Reserve					
Balance as of December 31, 2024	292,507	13,166	65,798	56,313	9,289	437,073	17,001	454,074
Total comprehensive income for the period:	-	-	-	-	-	-	-	-
Other income statement – Currency translation	-	(1,501)	-	(15,792)	(19,031)	(36,324)	(4,295)	(40,619)
Profit for the period	-	-	-	25,010	-	25,010	1,457	26,467
Total comprehensive income for the period:	-	(1,501)	-	9,218	(19,031)	(11,314)	(2,838)	(14,152)
Balance as of March 31, 2025	292,507	11,665	65,798	65,531	(9,742)	425,759	14,163	439,922
Balance as of December 31, 2023	196,996	13,166	65,798	80,551	3,969	360,480	16,544	377,024
Total comprehensive income for the period:	-	-	-	-	-	-	-	-
Other income statement – Currency translation	-	(19)	(70)	(2,664)	(423)	(3,176)	1,873	1,303
Profit for the period	-	-	-	24,682	-	24,682	1,755	26,437
Total comprehensive income for the period:	-	(19)	(70)	22,018	(423)	21,506	3,628	23,632
Balance as of March 31, 2024	196,996	13,147	65,728	102,569	3,546	381,986	20,172	402,158

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Oper L. Martínez
Accountant

Pedro Cassildo Pascutti
Vice President

Jair Antonio de Lima
President

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS

As of March 31, 2025 and March 31, 2024

(In thousands of U.S. dollars)

	3/31/2025	3/31/2024
Cash flows from operating activities:		
Net Income	26,467	26,437
Adjustments for:		
Depreciation and amortization	3,292	3,245
Fair value adjustment of biological assets	(10,766)	-
Provision for Income tax	1,791	121
Financial interest accrued	16,067	11,942
Non - cash items adjustments	5,496	6,453
Non-cash items and other adjustments	15,880	21,761
Changes in:		
Trade and Other receivables	*	22,546
Inventories and biological assets	*	59,084
Trade payables and other payables	*	(51,717)
Cash used in operating activities	72,260	(66,448)
Income tax paid	(1,091)	(198)
Net cash used in operating activities	71,169	(66,646)
Cash flows from Investing activities:		
Acquisition of property, plant and equipment	(19,916)	(5,089)
Net cash used in investing activities	(19,916)	(5,089)
Cash flows from financing activities:		
Change in loans and borrowings	*	(46,003)
Interest paid	(17,747)	(11,641)
Net cash from financing activities	(63,750)	30,153
Net (decrease)/ increase in cash and cash equivalents	(12,497)	(41,582)
Cash and cash equivalents at the beginning of the year	70,399	56,854
Cash and cash equivalents at the end of the period	57,902	15,272

* See the note 2.b

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(In thousands of US dollars)

NOTE 1 - Reporting entity

Frigorífico Concepcion 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 March 31, 2025 and December 31, 2024 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:

Subsidiary	Core Business	Country	Ownership interest
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 Imfomação 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, 2024 and for the year then ended (“last annual consolidated financial statements”). They do not include all of the information required for a complete

(In thousands of US dollars)

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 May 19, 2025 the Company's Chief Executive Officer and Chief Financial Officer, authorized the issuance of the accompanying interim financial statements and related notes thereto.

b) Basis of measurement

These condensed consolidated interim financial statements are presented in US Dollars (" \$" "dollars" or "US"), which is functional 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.

d) Bolivian Exchange Rate Applied

Please note a significant adjustment in the Financial Statements, assets and liabilities of BFC Bolivia due to the disparity in the exchange rate.

In the current macroeconomic context of Bolivia, the official exchange rate remains at Bs6.96 per US dollar, while in the financial market it has reached Bs15.50 as of March 31 and Bs20.00 in May.

This disparity has significant implications for the interpretation of BFC's financial statements, particularly regarding debt, 100% denominated in Bolivian pesos.

At the same time, our export revenues in US dollars, converted at the market exchange rate, yield a greater amount of bolivianos compared to the official rate.

Thus, the debt in bolivianos, evaluated in dollars at the market exchange rate, represents a value less than 50% of the amount recorded in the financial statements as of the end of 2024.

NOTE 3 – Use of judgments and estimates

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.

(In thousands of US dollars)

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.

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

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, 2024, 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

(In thousands of US dollars)

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.

NOTE 5 – Operating Segments

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 periods ended March 31, 2025 and 2024 are as follows:

Three months periods ended March, 2025	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
Revenues							
Local sales	25,127	7,015	223,410	–	1,764	(22,900)	234,416
External sales	155,432	17,603	47,819	145,681	–	(163,287)	203,248
Changes in fair value of biological assets	–	–	679	–	–	–	679
Cost of sales	(151,300)	(21,630)	(236,929)	(128,506)	(1,572)	186,187	(353,750)
Gross Profit	29,259	2,988	34,979	17,175	192	–	84,593
Operations and commercial expenses	(4,036)	(951)	(5,530)	(50)	(63)	–	(10,630)
Administrative expenses	(4,306)	(802)	(15,313)	(506)	(149)	–	(21,076)
Depreciation and amortization	(816)	(299)	(2,177)	–	–	–	(3,292)
Other Income / expenses	(1,491)	165	(3,142)	11	73	–	(4,384)
Results of operating activities	18,610	1,101	8,817	16,630	53	–	45,211

(In thousands of US dollars)

Three months period ended March 31, 2024	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
Revenues							
Local sales	22,845	8,789	199,810	-	3,365	(34,704)	200,105
External sales	128,534	35,700	55,656	85,585	-	(115,644)	189,831
Changes in fair value of biological assets	-	-	2,349	-	-	-	2,349
Cost of sales	(125,737)	(33,220)	(225,522)	(76,786)	(3,069)	150,348	(313,986)
Gross Profit	25,642	11,269	32,293	8,799	296	-	78,299
Operations and commercial expenses	(3,298)	(1,589)	(4,648)	-	(43)	-	(9,578)
Administrative expenses	(5,222)	(1,145)	(13,727)	(1,147)	(51)	-	(21,292)
Depreciation and amortization	(726)	(455)	(2,063)	-	-	-	(3,244)
Other Income / expenses	3,151	51	(260)	1,713	6	(6,481)	(1,820)
Results of operating activities	19,547	8,131	11,595	9,365	208	(6,481)	42,365

	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
As of March 31, 2025							
Total Assets	1,338,214	141,642	542,324	407,436	7,025	(1,069,026)	1,367,615
Total Liabilities	725,519	108,091	504,221	279,433	6,191	(695,762)	927,693

	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
As of December 31, 2024							
Total Assets	1,314,270	289,803	490,930	374,337	6,706	(1,027,703)	1,448,340
Total Liabilities	704,858	220,393	457,373	257,950	5,713	(652,021)	994,266

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

	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
For the period ended March 31, 2025							
Net Profit	6,820	2,382	5,579	11,617	69	-	26,467
Income taxes expense	724	-	1,066	-	-	-	1,790
Finance costs-net	10,910	1,376	3,079	5,015	5	-	20,385
Other Income / expenses	1,646	(2,825)	2,233	(11)	(89)	-	954
Depreciation and amortization	816	299	2,177	-	-	-	3,292
EBITDA adjusted	20,916	1,232	14,134	16,621	(15)	-	52,888

(In thousands of US dollars)

	PARAGUAY	BOLIVIA	BRAZIL	USA	OTHER NON REPORTABLE	ELIMINATIONS	TOTAL
For the period ended March 31, 2024							
Net Profit	8,667	9,542	7,927	6,615	166	(6,480)	26,437
Income taxes expense	13	-	108	-	-	-	121
Finance costs-net	9,967	1,179	3,607	2,749	8	-	17,510
Other Income / expenses	(2,251)	(2,641)	212	(1,713)	30	6,480	117
Depreciation and amortization	726	455	2,063	-	-	-	3,244
EBITDA adjusted	17,122	8,535	13,917	7,651	204	-	47,429

NOTE 6- 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 period ended March 31,	
	2025	2024
Export Sales	234,418	200,105
Local Sales	203,247	189,831
Others- Changes in fair value of biological assets	679	2,349
Total	438,344	392,285

NOTE 7- 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.

(In thousands of U.S. dollars)

NOTE 8- Trade receivables

Group trade receivables as of March 31, 2025 and December 31, 2024 are as follows:

	3/31/2025	12/31/2024
Current		
Foreign trade receivables	443,174	484,287
Local trade receivables	76,857	62,132
Related parties (note 17)	3,520	3,569
Less: Allowance for uncollectible	(16,598)	(20,467)
Total Current Trade receivables	506,953	529,521
Non-Current		
Receivables in collection management	198	176
Total Non-current Trade receivables	198	176

NOTE 9 - Inventories

The detail of Inventories is as follows:

	3/31/2025	12/31/2024
Meat	153,726	194,175
Materials-Industrial Supplies	30,309	35,311
Total Inventories	184,035	229,486

There were no write-downs recognized during the period ended March 31, 2025 and December 31, 2024.

NOTE 10 - Other assets

The detail of other assets is as follows:

	3/31/2025	12/31/2024
Current		
Advances to suppliers	123,183	77,701
Tax credits - VAT	26,702	25,319
Income tax credits	4,995	5,910
Expenses to defer	45	5
Deferred checks	4,716	17,129
Related parties (note 17)	778	304
Other credits	8,713	4,769
Total other current assets	169,132	131,137
Non-current		
Related parties (note 17)	6,156	26,500
Tax credits - VAT	47,899	33,761

(In thousands of US dollars)

Expenses to defer	6,566	7,521
Other credits	2,986	4,593
Less: Allowance for uncollectible	(1,745)	(1,780)
Total other non-current assets	61,862	70,595

NOTE 11 - INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Set out below are the associates of the group as of March 31, 2025 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 as follows:

Concept	3/31/2025	12/31/2024
Investments in associates *	4,257	4,345
Total	4,257	4,345

* 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.

NOTE 12 - Property, plant and equipment

Details of property, plant and equipment is as follows:

Concept	3/31/2025	12/31/2024
Lands and Buildings	96,883	123,576
Machinery and equipment	25,393	41,067
Vehicles	26,322	23,351
Constructions in progress	48,677	24,877
Sub total	197,275	212,871
Lands and Buildings	53,094	52,910
Machinery and equipment	39,996	40,170
In trust	93,090	93,080

(In thousands of US dollars)

NOTE 13 - 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 period ended March 31, 2025, 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 14 - Capital and reserves

a) Capital

As of March 31, 2025, the Group's share capital is USD 292,507 represented by 20,784 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 15 - Loans and borrowings

The detail of Loans and borrowings is as follows:

<i>In USD thousands</i>	Nominal Interest rate	3/31/2025	12/31/2024
Bank loan	6%-10%	222,593	205,089
International bonds	10.83%	4,337	10,201
Local bonds	7.75-11.75%	7,568	1,665
Total current		234,498	216,955

(In thousands of U.S. dollars)

<i>In USD thousands</i>	Nominal Interest rate	3/31/2025	12/31/2024
Bank loan	6%–10%	151,990	192,525
International bonds	10.83%	280,463	279,095
Local bonds	7.75–11.75%	106,278	129,540
Total non-current		538,731	601,160

Exchange Rate Applied to Financial Liabilities

The Central Bank of Bolivia (BCB) maintains the official exchange rate at Bs 6.96 per USD 1. As of March 31, 2025. For the financial liabilities, which as of that date amount to Bs 1,350,700,223, the prevailing exchange rate in the financial market at the time of this report—Bs 15.5 per USD 1—was used, reflecting a more realistic valuation of the liabilities given the difference with the official exchange rate. As a result, the total financial debt expressed in U.S. dollars amounts to USD 87,141,950. Please notice the same note applies to all assets of Frigorífico BFC S.A (See note 2.d)

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 March, 2025. Accordingly, the loans are classified as a non-current liability.

NOTE 16 – 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.

March 31, 2025	Mandatorily at FVTPL–Others	Financial assets at amortized cost	Other financial liabilities	Total carrying amount	Level 1	Level 2	Level 3	Total

(In thousands of US dollars)

Financial assets not measured at fair value							
Cash and cash equivalents	-	57,902	-	57,902			
Trade receivables	-	507,151	-	507,151			
Other assets	-	-	-	-			
Total Financial assets not measured at fair value	-	565,053	-	565,053			
Financial liabilities not measured at fair value							
Bank loans	-	-	374,583	374,583	-	374,583	- 374,583
International bonds	-	-	284,800	284,800	-	284,800	- 284,800
Local bonds	-	-	113,846	113,846	-	113,846	- 113,846
Trade payables	-	-	59,842	59,842			
Total Financial liabilities not measured at fair value	-	-	833,071	833,071	-	773,229	- 773,229

December 31, 2024	Mandatorily at FVTPL- Others	Financial assets at amortized cost	Other financial liabilities	Total carrying amount	Level 1	Level 2	Level 3	Total
Financial assets not measured at fair value								
Cash and cash equivalents	-	70,399	-	70,399	-	-	-	-
Trade receivables	-	529,697	-	529,697	-	-	-	-
Other assets	-	-	-	-	-	-	-	-
Total Financial assets not measured at fair value	-	600,096	-	600,096	-	-	-	-
Financial liabilities not measured at fair value								
Unsecured bank loans	-	-	397,614	397,614	-	397,614	-	397,614
International bonds	-	-	289,296	289,296	-	289,296	-	289,296
Local bonds	-	-	131,205	131,205	-	131,205	-	131,205
Trade payables	-	-	79,158	79,158	-	-	-	-
Total Financial liabilities not measured at fair value	-	-	897,273	897,273	-	818,115	-	818,115

NOTE 17 - Related parties

- a) Other transactions carried out with related parties

(In thousands of US dollars)

Transactions carried out with related parties, for the periods ended March 31, 2025 and 2024, are as follows:

	For the period ended	
	2024	2025
Sale of goods		
Central de la Carne Concepción S.A.	777	399
Transportadora Concepción S.A.	50	45
Concepción Palace Hotel S.A.	33	28
Agroganadera Concepción S.A.	87	33
Gj Emprendimientos S.A.	55	13
Purchase of goods		
Central de la Carne Concepción S.A.	7	2
Agroganadera Concepción S.A. ⁽¹⁾	1,663	1,327
Purchase of freight and logistics service		
Transportadora Concepción S.A.	1,809	1,414
Purchase of hotel and gastronomy service		
Concepción Palace Hotel S.A.	3	4
Gj Emprendimientos S.A.	3	2

b) Other transactions carried out with related parties

Balances outstanding as of March 31, 2025	Trade receivables (Note 8)	Other receivables (Note 10)	Trade payables	Other payables
Related party				
Agroganadera Concepción S.A.	70	-	674	-
Central de la Carne Concepción S.A.	2,834	480	13	-
Concepción Palace Hotel S.A.	8	-	1	-
Gj Emprendimientos S.A.	88	-	14	-
Transportadora Concepción S.A.	520	298	2,299	-
Total current	3,520	778	3,001	-
Central de la Carne Concepción S.A.	-	-	-	87
Agroganadera Concepción S.A.	-	4,308	-	-
Gj Emprendimientos S.A.	-	663	-	-
Transportadora Concepción S.A.	-	1,185	-	202
Total non-current	-	6,156	-	289

Balances outstanding as of December 31, 2024	Trade receivables (Note 8)	Other receivables (Note 10)	Trade payables	Other payables
Agroganadera 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

(In thousands of U.S. dollars)

Gj Emprendimientos S.A.	-	-	9	-
Transportadora Concepción S.A.	514	305	96	7
Total Current	3,098	17,259	109	1,389
Agroganadera Concepción S.A.	-	28,277	-	-
Gj Emprendimientos S.A.	-	193	-	-
Transportadora Concepcion S.A.	-	8,236	-	-
Total Non-Current	-	36,706	-	-

NOTE 18 - 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. Frigorifico 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.
- **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.

(In thousands of U.S. dollars)

- **Next Steps:**
 - Rubezh may appeal this decision to the Supreme Court of Justice of Paraguay.
- **As of March 31, 2025:**
 - 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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