



Lleida, 25th October 2024

Relevant event:

Comparison with the semi-annual data progress for 2023, presentation of the limited review report, and consolidated interim financial statement.

Under the provisions of Article 17 of Regulation (EU) nº596/2014 regarding market abuse and Article 227 of the consolidated text of the Spanish Stock Market Act, approved by Spanish Royal Legislative Decree 6/2023, of 17 March and related provisions, as well as Circular 3/2020 BME GROWTH of BME MTF Equity on information to be provided by Growing Companies, we hereby inform you of the following information relating to LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A.:

On July 23, 2024, the Company published a Relevant Event, providing a preliminary update on the key figures of the Company's consolidated Income Statement and debt. This preliminary update was drawn up based on the available accounting information.

To date, this information is complemented with the following documents:

- Limited Review Report and consolidated interim financial statements as of June 30, 2024.
- Balance sheets and income statement of the parent company as of June 30, 2024.

We remain at your disposal for any clarifications you may deem necessary.

Regards

Francisco Sapena Soler
CEO of Lleida.net



Lleida.net Group's First Half 2024 Results Report

On July 23, 2024, the Lleida.net Group published a preliminary results update based on the provisional data available. Following the review by the Company's auditors, the variation between the preliminary figures and those included in the annual consolidated accounts formulated by the Board of Directors is provided

<i>Data in thousands of Euros</i>	HR 2024	Audit 2024	QoQ. €	QoQ.%
Sales	9,576	9,576	0	0%
Sales costs	(4,533)	(4,533)	0	0%
Gross Margin	5,043	5,043	0	0%
Personnel expenses	(2,840)	(2,840)	0	0%
External Services	(1,330)	(1,333)	3	0%
Capitalisations	518	518	0	0%
EBITDA	1,391	1,388	(3)	0%
Other income	42	46	4	10%
Depreciation	(1,042)	(1,042)	0	0%
Results from Disposal			-	-
Other results		(3)	3	-
Total operation costs	391	389	0	0%
Net Financial Debt	(115)	(114)	(1)	-1%
Impairment and earnings for disposal			0	-
Exchange Rate Differences	(14)	(14)	0	0%
Earnings before Tax	262	261	(1)	0%
Taxes				
Net Income	262	261	(1)	0%

The variations are minor compared to the data presented in the preliminary results and are mainly due to a reclassification of expenses between external services and other income.

The main differences from the 2023 figures are as follows.

<i>Data in thousands of Euros</i>	2023 (6 months)	2024 (6 months)	QoQ. €	QoQ.%
Sales	8,734	9,576	842	10%
Sales costs	(3,740)	(4,533)	793	21%
Gross Margin	4,994	5,043	49	1%
Personnel expenses	(3,386)	(2,840)	(546)	-16%
External Services	(1,811)	(1,333)	(478)	-26%
Capitalisations	444	518	74	17%
EBITDA	241	1,388	1,147	476%
Other Income	26	46	20	77%
Depreciation	(1,039)	(1,041)	2	0%
Results from Disposal			-	-
Other results	(7)	(4)	-	-
Total operation costs	(779)	389	1,168	-150%
Net Financial Debt	(66)	(114)	48	73%
Impairment and earnings for disposal			0	-
Exchange Rate Differences	(11)	(14)	3	27%
Earnings before Tax	(856)	261	1,117	-130%
Taxes				
Net Income	(856)	261	1,117	-130%



The Group achieved a 10% increase in sales during the first half of 2024 compared to the same period in 2023. There is a significant change in the mix, with ICX Wholesale Solutions accounting for 38% of total sales in 2024, compared to 32% in 2023.

<i>Estimated consolidated sales per business line Thous€</i>	2023 (6 months)	2024 (6 months)	QoQ. €	QoQ.%
Contracts	1,622	1,588	-34	-2%
Notification	880	1,032	152	17%
Other SaaS	1,705	1,513	-192	-11%
SMS solutions	1,664	1,765	101	6%
ICX WHOLESALE	2,863	3,678	815	28%
Total	8,734	9,576	842	10%

Despite being a mature market characterised by low margins, Lleida.net has a strong brand reputation, which is reflected in a 28% increase in sales in the Wholesale market. Our strategy in this business line focuses on maintaining profit margins per sale.

Sales of the SMS Solutions line, aimed at our domestic customers, have also grown by €101,000 due to product quality and customer trust.

The SaaS line has shown varied developments. Sales from contracting services are approaching €1.6 million, driven by the individually configurable standard workflows for clients. Our strategy focuses on increasing the number of standard users, which require fewer technical resources and offer higher profitability. Additionally, we have directed our commercial strategy toward sector-specific verticals, providing standard Click & Sign solutions that enable replicable processes across various transactions. This approach has had a progressive impact on our sales by simplifying processes that are more cost-effective than custom developments, leading to higher profitability and a larger market potential.

Other SaaS includes service licences, as well as all email verification, time stamping, phone numbers, and identity transactions. There has been an 11% decrease this semester, amounting to €192,000, primarily due to the non-renewal of unprofitable contracts, shifting the commercial focus towards more transactional billing and less custom development, which carried lower margins.

The gross margin on sales increased by 1% in absolute terms due to the relative weight of Wholesale sales, which have a lower margin on total sales.

In December 2023, the Group undertook a workforce adjustment process, reducing the average workforce by 26% during the semester compared to the same period in 2023. Custom work, which requires more labour, has been a focus of this strategy. In the long term, we aim to reduce revenue associated with these personalised processes, gradually compensating for the increase in standard products. This transition will free up resources, allowing us to develop new features and improve operational efficiency. As a result, personnel costs have decreased by 16%.

External service expenses have been reduced to €1.3 million, a 26% decrease compared to the same period in 2023. This saving is the result of a thorough analysis of each item, aimed at optimising both trade show participation and business travel. Additionally, the recovery plan has been crucial to cost reduction, eliminating rent fees, advisors, insurance, and any other optimisable expense.



The semi-annual EBITDA stands at €1.388 million, representing a 476% increase compared to the same period of the previous year. This increase is due to both the growth in sales and cost reduction, demonstrating that the Lleida.net Group has returned to profitability.

Operating income is €389,000, up more than €1 million from the first six months of 2023. Finally, the pre-tax result is €261,000, which represents a 130% increase compared to the same period of the previous year.

	31/12/2023	30/06/2024	QoQ. €	QoQ.%
TOTAL EQUITY	2,958	3,431	473	16%
Equity	3,020	3,554	534	18%
Adjustments for changes in value	64	35	(29)	-45%
Minority Interests	-126	-158	(32)	25%
NON-CURRENT LIABILITIES	5,706	4,737	(969)	-17%
Long-term provisions	200	9	(191)	
Long term debts	5,481	4,704	(777)	-14%
Deferred tax assets	25	24	(1)	
CURRENT LIABILITIES	8,906	9,344	438	5%
Short term provisions	41	241	200	488%
Short term debts	5,357	4,887	(470)	-9%
Trade receivables and other accounts receivable	3,279	4,144	865	26%
Accruals	229	72	(157)	-69%
TOTAL EQUITY AND LIABILITIES	17,570	17,512	(58)	0%

In the Balance Sheet, intangible assets have decreased due to the amortisation of goodwill, and the amortisation of new intangible assets is lower than the amount amortised during the period. The Group continues to invest in R&D, amounting to €518,000 during the period to maintain its pioneering position in the sector.

The variation in fixed assets is minimal, explained by the period's amortisation. The semester's pre-calculation explains the increase in deferred tax assets.

In current assets, there is a 12% increase in receivables, amounting to €631,000 less than at the end of December 2023, due to the increase in sales. The Group's total available funds (cash and short-term financial investments) are €196,000 lower to meet the Group's loan payments.

Equity increased by 16%, which is explained by the profits from the first half of 2023 and the lower number of own shares. Trade creditors and other accounts payable increased by 26%, derived from the increase in purchases required to meet the sales growth.

Financial debt decreased from €10.8 million in December 2023 to €9.6 million. This section includes both the debt with former partners of Lleida.net PKI S.L. (formerly Indenova S.L.) for outstanding loans, as well as pending payments, regardless of whether they are paid in shares or cash.



<i>Data in thousands of euros</i>	31/12/2023	30/06/2024
Long term debts	5,481	4,704
Short term debts	5,357	4,887
Total debt	10,838	9,591
Short term financial investments	362	105
Cash and other equivalent liquid assets	1,017	1,079
Total available	1,379	1,184
Net Financial Debt (NFD)	9,459	8,407
<i>NFD/Annualized EBITDA</i>	<i>112.61</i>	<i>3.03</i>

In the preliminary results of July 23, 2024, the net financial debt was reported at €8.407 million, with no differences compared to the data included in the semi-annual accounts. The net financial debt represents 3.03 times the annualised EBITDA, compared to 112 times at the end of 2023.

**LLEIDANETWORKS SERVEIS
TELEMÀTICS, S.A. AND SUBSIDIARIES**

Interim Consolidated Financial Statements for the period ended on June, 30th 2024 together with the Independent Limited Review Report on the Interim Consolidated Financial Statements

*(Translation from the Interim Financial Statements to be issued originally in Spanish and prepared in accordance with generally accepted accounting principles
In Spain, in the event of a discrepancy, the Spanish-language version prevails)*

**LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A.
AND SUBSIDIARIES**

Interim Consolidated Financial Statements and
Consolidated Directors' Report for the period ended on
June, 30th 2024 together with the Independent Auditor's
Report on the Interim Consolidated Financial Statements

LIMITED REVIEW AUDIT REPORT ON THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

**INTERIM CONSOLIDATED FINANCIAL STATEMENTS AND NOTES FOR THE SIX-MONTH PERIOD
ENDED ON JUNE 30, 2024:**

Consolidated Balance Sheets as of June 30, 2024 and December 31, 2023
Consolidated Income and Expenses Statement for the six-month period ended on June 30,
2024 and the six-month period ended on June 30, 2023.
Consolidated Statements of Changes in Equity for the six-month period ended on June 30, 2024
and for the six-month period ended on June 30, 2023.
Consolidated Statements of Cash Flows for the six-month period ended on June 30, 2024 and
the six-month period ended on June 30, 2023.
Notes to the Consolidated Interim Financial Statements as of June 30, 2024.

CONSOLIDATED DIRECTORS' REPORT FOR THE SIX-MONTH PERIOD ENDED ON JUNE 30th 2024

**LLEIDANET SERVEIS TELEMÀTICS, S.A
AND SUBSIDIARIES**

**LIMITED REVIEW AUDIT REPORT ON THE INTERIM
CONSOLIDATED FINANCIAL STATEMENTS**

*(Translation of the report originally issued in Spanish.
In the event of discrepancy, the Spanish Language version prevails)*

**Limited Review Report on the Interim
Consolidated Financial Statements**

To the Shareholders of LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A.

Limited review report on the interim consolidated financial statement

Introduction

We have reviewed the interim consolidated financial statements of LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A. (Parent Company) AND SUBSIDIARIES (The Group), which comprise the consolidated balance sheet as of June 30, 2024, the consolidated income statement, the consolidated statement of changes in equity, the consolidated cash-flow statement and the notes to the interim consolidated financial statements for the six-month period then ended. The directors of the Parent Company are responsible for the preparation and fair presentation of the interim consolidated financial statements in accordance with the regulatory framework of financial information applicable to the Group in Spain, as identified in Note 2.a of the accompanying notes to the interim consolidated financial statements, and of the internal control deemed necessary to enable the preparation of the interim consolidated financial statements free of material misstatements, whether due to fraud or error. Our responsibility is to express a conclusion on this interim consolidated financial statements based on our limited review.

Scope of review

We have performed our limited review in accordance with the International Standard on Review Engagements 2410 "Review of Interim Financial Information performed by the Independent Auditor of the Company". A limited review on interim consolidated financial statements consists of making inquiries primarily of persons responsible for financial and accounting matters, and applying analytical procedures and other review procedures. A limited review has a substantially lower scope than an audit conducted in accordance with the regulations governing the auditing of accounts and, therefore, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Therefore, we do not express an audit opinion on the interim consolidated financial statements.

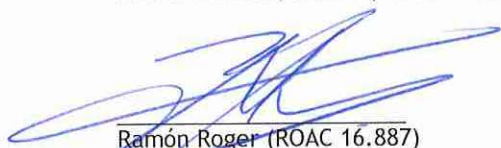
Conclusion

Based on our limited review, which cannot be understood as an audit of accounts, nothing has come to our attention that causes us to believe that the accompanying interim consolidated financial statements does not present fairly, in all material respects the true and fair view of the consolidated equity and consolidated financial position of LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A. AND SUBSIDIARIES, as of June 30, 2024, as well as its consolidated results and its consolidated cash-flows for the six-month period then ended, in accordance with the applicable financial information regulatory framework and, in particular, with the accounting principles and criteria contained therein.

Other matters

This report has been prepared at the request of the Board of Directors of LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A. in connection with the publication of the six-month period financial report required by the Circular 2/2022, BME Growth on "Information to be provided by companies listed for trading in the BME Growth segment of BME MFT Equity".

BDO Auditores, S.L.P. (ROAC nº S1273)



Ramón Roger (ROAC 16.887)
Audif Partner

October 24, 2024

LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A. AND SUBSIDIARIES

**INTERIM CONSOLIDATED FINANCIAL
STATEMENTS FOR THE PERIOD ENDED ON JUNE 30, 2024**

LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A.
AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
AS OF JUNE 30, 2024 AND DECEMBER 31, 2023

(Expressed in Euros)

ASSETS	Notes to the Consolidated Annual Accounts	30/06/2024	31/12/2023
NON-CURRENT ASSETS		10.354.129,79	10.758.513,23
Intangible assets	Note 5	9.150.784,27	9.536.807,30
Goodwill on consolidation		3.277.761,32	3.501.416,33
Research		2.538.628,69	2.502.069,67
Industrial property		813.578,16	757.911,63
Other intangible asset		2.520.816,10	2.775.409,67
Tangible fixed assets	Note 6	471.422,02	534.790,24
Land and buildings		140.885,80	143.440,41
Technical installations and other tangible fixed assets		273.155,62	333.969,23
Fixed assets under construction and advances		57.380,60	57.380,60
Long-term financial investments	Note 8	91.242,99	91.335,07
Deferred Tax Assets	Note 14	640.680,51	595.580,62
CURRENT ASSETS		7.158.330,02	6.811.361,12
Trade and other receivables		5.778.884,75	5.147.513,23
Client receivables for sales and services	Note 8.2	4.435.515,17	3.862.974,13
Sundry debtors	Note 8.2	94.935,29	89.464,46
Staff	Note 8.2	2.187,45	174,03
Current tax assets	Note 14	1.085.814,00	1.158.179,03
Other receivables from Public Authorities	Note 14	160.432,84	36.721,58
Short-term financial assets	Note 8.2	104.514,49	362.390,75
Short-term accruals		195.629,79	284.233,27
Cash and cash equivalents	Note 8.1	1.079.300,99	1.017.223,87
Cash		1.079.300,99	1.017.223,87
TOTAL ASSETS		17.512.459,81	17.569.874,35

LLEIDANETWORKSSERVEIS TELEMÀTICS, S.A.
AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
AS OF JUNE 30, 2024 AND DECEMBER 31, 2023
(Expressed in Euros)

EQUITY AND LIABILITIES	Notes to the Consolidated Annual Accounts	30/06/2024	31/12/2023
EQUITY		3.431.832,64	2.958.032,40
Equity		3.554.998,26	3.020.490,79
Capital	Note 12.1	320.998,86	320.998,86
Share Capital		320.998,86	320.998,86
Issue Premium	Note 12.3	5.244.344,28	5.244.344,28
Reserves	Note 12.2	1.921.374,86	3.231.450,52
Legal and statutory		64.199,77	64.199,77
Other Reserves		1.857.175,09	3.167.250,75
(Shares and own holdings in equity)	Note 12.4	(478.508,03)	(1.448.058,18)
Financial year result attributed to the parent company	Note 18	338.508,61	(2.614.015,03)
Consolidated Losses and Profits (Minority interest losses and profits)		312.313,89	(2.656.623,22)
		26.194,72	42.608,19
Financial result from previous years		(3.791.720,32)	(1.714.229,66)
Adjustments for changes in value		35.107,48	63.623,71
Minority interests	Note 4	(158.273,10)	(126.082,10)
NON-CURRENT LIABILITIES		4.736.758,95	5.706.249,16
Long-term provisions	Note 19	8.474,45	200.000,00
Long-term debts		4.704.088,48	5.481.086,95
Debts with credit institutions	Note 9.1.1	3.714.565,65	4.491.564,12
Other financial liabilities	Note 9.1.2	989.522,83	989.522,83
Deferred tax liabilities		24.196,02	25.162,21
CURRENT LIABILITIES		9.343.868,22	8.905.592,79
Short-term provisions	Note 19	241.043,51	40.325,36
Other provisions		241.043,51	40.325,36
Short-terms debts		4.887.071,66	5.357.296,81
Debts with credit institutions	Nota 9.1.1	4.263.033,35	4.488.668,55
Other financial liabilities	Nota 9.1.2	624.038,31	868.628,26
Trade and other payables		4.143.597,07	3.278.814,54
Suppliers	Note 9.1	2.810.402,47	1.987.124,34
Sundry creditors	Note 9.1	482.495,39	375.595,06
Staff (remuneration payable)	Note 9.1	137.666,77	27.468,78
Current tax liabilities	Note 14	3.409,71	-
Other debts with Public Authorities	Note 14	626.861,24	613.308,54
Advances from clients	Note 9.1	82.761,49	275.317,82
Accruals		72.155,98	229.156,08
TOTAL EQUITY AND LIABILITIES		17.512.459,81	17.569.874,35

LLEIDANETWORKSSERVEIS TELEMÀTICS, S.A.
AND SUBSIDIARIES

CONSOLIDATED INCOME AND EXPENSES
STATEMENT FOR THE SIX-MONTH
PERIOD ENDED ON JUNE 30, 2024
AND THE SIX-MONTH PERIOD
ENDED ON JUNE 30, 2023

(Expressed in Euros)

PROFIT AND LOSS ACCOUNTS	Notes to the Consolidated Annual Accounts	2024 (6 months)	2023 (6 months)
Net turnover	Note 15.a	9.576.003,96	8.734.054,80
Work performed by the Company for its assets		517.804,27	443.428,90
Supplies	Note 15.b	(4.532.938,54)	(3.740.492,46)
Goods consumed		(4.515.929,06)	(3.740.492,46)
Work carried out by other companies		(17.009,48)	-
Other operating income		45.641,29	26.167,26
Staff expenses		(2.839.970,69)	(3.385.755,24)
Wage, salaries and the like		(2.202.695,99)	(2.627.895,72)
Fringe benefits	Note 15.c	(637.274,70)	(757.859,52)
Other operating expenses		(1.332.685,18)	(1.811.127,33)
External charges for services		(1.274.191,89)	(1.704.851,07)
Taxes		(52.293,89)	(39.212,71)
Losses, Impairment and change in trade provisions	Note 8.2	(6.199,40)	(67.063,55)
Amortization of fixed assets	Notes 5 and 6	(1.041.449,37)	(1.039.150,70)
Other earnings		(3.315,60)	(76.509,42)
OPERATING EARNINGS		389.090,14	(849.384,19)
Financial income	Note 15.d	5.592,02	1.266,36
Financial expenses	Note 15.d	(120.121,48)	(67.184,23)
Exchange differences	Note 15.d	(13.824,38)	(10.876,17)
FINANCIAL EARNINGS		(128.353,84)	(76.794,04)
PRE-TAX EARNINGS		260.736,30	(926.178,23)
Profit tax	Note 14	51.577,59	65.593,18
FINANCIAL YEAR'S EARNINGS		312.313,89	(860.585,05)
Result attributed to the Parent Company	Note 18	338.508,61	(839.008,85)
Result attributed to minority interests		(26.194,72)	(21.576,20)

LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A.
AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

**A) CONSOLIDATED STATEMENTS OF RECOGNISED
INCOME AND EXPENSE FOR THE SIX-MONTH PERIOD ENDED ON JUNE 30, 2024 AND
THE SIX-MONTH PERIOD ENDED ON JUNE 30, 2023**

(Expressed in Euros)

	2024 (6 months)	2023 (6 months)
CONSOLIDATED RESULT FOR THE YEAR	312.313,89	(860.585,05)
Income and expenses recognised directly to equity		
Conversion differences	(34.512,52)	11.549,10
TOTAL INCOME AND EXPENSE RECOGNISED DIRECTLY IN EQUITY CONSOLIDATED EQUITY	(34.512,52)	11.549,10
Transfers to the profit and loss account		
TOTAL TRANSFERS TO CONSOLIDATED PROFIT AND LOSS ACCOUNT	-	-
TOTAL RECOGNISED CONSOLIDATED CONSOLIDATED RECOGNISED INCOME AND EXPENSES	277.801,37	(849.035,95)
Total income and expenses attributable to the Parent Company	309.836,23	(827.459,75)
Total income and expenses attributed to minority interests	(32.034,86)	(21.576,20)

LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A. AND SUBSIDIARIES**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE SIX-MONTH PERIOD
ENDED ON JUNE 30, 2024 AND THE SIX-MONTH PERIOD ENDED ON JUNE 30, 2023**

(Expressed in euros)

	Share Capital	Share Premium	Reserves and previous financial year's income	Own holdings in equity	Result attributed to the Parent Company	Adjustments for changes in value	Minority interests	Total
BALANCE, END OF 2022	320,998,86	5,244,344,28	2,382,907,47	(1,731,481,07)	(462,968,90)	11,373,14	(92,414,15)	5,672,759,63
Total recognized income and expenses	-	-	-	-	(839,008,85)	11,549,10	(21,576,20)	(849,035,95)
Transactions with shareholders:	-	-	(94,515,78)	69,978,68	-	-	-	(24,537,10)
Transactions with own equity instruments (net)	-	-	(94,515,78)	69,978,68	-	-	-	(24,537,10)
Other changes in equity:	-	-	(462,968,90)	-	462,968,90	-	8,63	8,63
Distribution of earnings from the previous year	-	-	(462,968,90)	-	462,968,90	-	-	-
Other movements	-	-	-	-	-	-	8,63	8,63
BALANCE AS OF JUNE 30, 2023	320,998,86	5,244,344,28	1,825,422,79	(1,661,502,39)	(839,008,85)	22,922,24	(113,981,72)	4,799,195,21
BALANCE, END OF 2023	320,998,86	5,244,344,28	1,517,220,86	(1,448,058,18)	(2,614,015,03)	63,623,71	(126,082,10)	2,958,032,40
Total recognized income and expenses	-	-	-	-	338,508,61	(28,516,23)	(32,191,01)	277,801,37
Transactions with shareholders:	-	-	(773,397,13)	969,550,15	-	-	-	196,153,02
Transactions with own equity instruments (net)	-	-	(773,397,13)	969,550,15	-	-	-	196,153,02
Other changes in equity:	-	-	(2,614,169,19)	-	2,614,015,03	-	-	(154,16)
Distribution of earnings from the previous year	-	-	(2,614,015,03)	-	2,614,015,03	-	-	-
Other movements	-	-	(154,16)	-	-	-	-	(154,16)
BALANCE AS OF JUNE 30, 2024	320,998,86	5,244,344,28	(1,870,345,46)	(478,508,03)	338,508,61	35,107,48	(158,273,11)	3,431,832,63

LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A.
AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED ON JUNE 30, 2024
AND THE SIX-MONTH PERIOD ENDED ON JUNE 30, 2023

(Expressed in Euros)

	2024 (6 months)	2023 (6 months)
CASH FLOW FROM OPERATING ACTIVITIES	1.520.350,06	358.183,00
Financial year's pre-tax earnings	260.736,30	(926.178,23)
Adjustments to earnings	1.162.896,37	1.242.132,12
Fixed asset amortisation	1.041.449,37	1.039.150,70
Valuation changes for impairment	6.199,40	137.063,55
Gains and losses on derecognition and disposal of fixed assets	718,15	-
Financial income	(5.592,03)	(1.266,36)
Financial expenses	120.121,48	67.184,23
Changes in current capital	131.516,06	282.376,56
Stocks	(552,16)	(1.676,11)
Debtors and other accounts receivable	(709.387,84)	275.537,86
Other current assets	88.607,48	80.603,55
Trade payables and other accounts payable	909.848,67	(62.219,80)
Other current liabilities	(157.000,09)	(9.868,94)
Other non-current assets and liabilities	-	-
Other cash flow from operating activities	(34.798,67)	(240.147,45)
Interest payments	(121.676,93)	(67.184,23)
Receipts of interests	5.592,02	1.266,36
Receipts (payments) for profit tax	81.286,24	(174.229,58)
CASH FLOW FROM INVESTMENT ACTIVITIES	(653.347,75)	(659.366,89)
Payments for investments	(653.347,75)	(659.366,89)
Intangible assets	(552.401,71)	(531.827,30)
Tangible assets	(8.914,38)	(117.590,90)
Other financial assets	(92.031,66)	(9.948,69)
Divestment proceeds	-	-
Intangible assets	-	-
Tangible assets	-	-
CASH FLOW FROM FINANCING ACTIVITIES	(804.925,20)	(48.550,50)
Receipts and payments for equity instruments	196.153,02	(24.537,10)
Disposals (Acquisitions) of own equity instruments	196.153,02	(24.537,10)
Receipts and payments for financial-liability instruments	(1.001.078,22)	(24.013,40)
Issuance	762.963,62	420.000,00
Amounts owed to credit institutions	761.408,17	420.000,00
Others	1.555,45	-
Repayment and amortisation of:	(1.764.041,84)	(444.013,40)
Amounts owed to credit institutions	(1.764.041,84)	(373.470,26)
Others	-	(70.543,14)
NET INCREASE/DECREASE OF CASH AND CASH EQUIVALENTS	62.077,11	(349.734,39)
Cash and cash equivalents at start of the financial year	1.017.223,87	1.660.467,79
Cash and cash equivalents at end of the financial year	1.079.300,98	1.310.733,40

LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A.
AND SUBSIDIARIES

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL
STATEMENTS FOR THE PERIOD ENDED AS OF JUNE 30, 2024

NOTE 1. INCORPORATION, ACTIVITIES AND LEGAL SYSTEM OF THE PARENT COMPANY

a) Incorporation and registered Office of the Parent Company

LLEIDANETWORKS SERVEIS TELEMÀTICS, S. A. (hereinafter "the Company"), was incorporated in Lleida on 30 January 1995. On 26 October 2021, the board of directors resolved to transfer the company's registered office to Calle Téllez, 56 Local C in Madrid. Previously, its registered office was located in the Agroalimentari Scientific and Technological Park of Lleida, Building H1, Floor 2, in Lleida.

On June 30, 2011, the General Shareholders' Meeting resolved the transformation from a Limited Company to a Public Limited Company. On December 12, 2011, the agreement reached at the aforementioned meeting was submitted to the Mercantile Registry on February 17, 2012.

b) Activity of the Parent Company

Its activity consists in acting as a teleoperator for short message management services (SMS) over the Internet, as well as any other activity related to the aforementioned corporate purpose.

c) Activities of the Group Companies

Main activity of the subsidiaries consists in the provision of telecommunications services, the development of programs, the sending of text messages and electronic mail, and the provision of study services and analysis of computer processes in general.

d) Legal System of the Parent Company

Parent Company is governed by its Articles of Association and by the current Corporate Enterprises Act.

e) Quotation in Stocks Markets

On 1 June 2015, the Parent Company approved at the General Shareholders' Meeting the application to list all the shares of the Parent Company on the Alternative Equity Market (MAB), currently called BME Growth, of all of the Parent Company's shares.

On October 7, 2015, the Board of Directors of Bolsas y Mercados Españoles, Sistemas de Negociación, S.A., approved to incorporate 16,049,943 shares into the expanding companies segment of the Mercado Alternativo Bursátil with effect from October 9, 2015 of 0.02 euros nominal value each. The Parent Company currently has Solventis A.V., S.A. appointed as liquidity provider and Registered Advisor. On December 19, 2018, the Parent Company began trading under the dual listing modality on Euronext Growth Paris, with Invest Securities being the Listing Sponsor and Liquidity Provider. On November 2, 2020, the Company began trading on the OTCQX market in New York.

f) Effect of the conflict in Ukraine

Since February 2022, a conflict has erupted in Europe between the nations of Russia and Ukraine. In this regard, it is important to consider the possible effects on the economy in general and on the Group in particular that this conflict may have. The Board of Directors of the Parent Company believes that the main effect this situation has had on the Company's figures has been the increase in electricity prices in 2022 and 2023. Additionally, while the Board of Directors of the Parent Company does not believe there is a risk to the continuity of its operations as of June 30, 2024, it must remain vigilant regarding the developments and their economic effects in the assessment of future estimates, whose effects would be recorded prospectively.

1.1) Group Companies

The Parent Company holds, directly, investments in different national and international companies, and controls, directly, these companies. On January 1st, 2016 the first consolidation of the Group Companies was carried out.

Group Companies included in the Consolidation Perimeter

The breakdown of the Group Companies included in the consolidation perimeter as of June 30, 2024 is the following:

	Percentage of Holding	Applied Method of Consolidation
Group Lleidanetworks Serveis Telemàtics, S.A.		
which maintains the following investments:		
Lleidanetworks Serveis Telemàtics, LTD	100%	Global integration
Lleidanet USA Inc	100%	Global integration
Lleidanet Honduras, SA	70%	Global integration
Lleidanet Dominicana, SRL	99,98%	Global integration
Lleida SAS	100%	Global integration
Lleida Chile SPA	100%	Global integration
Lleidanet do Brasil Ltda	99,99%	Global integration
Lleidanet Guatemala	80%	Global integration
Portabilidades Españolas, S.L.U.	100%	Global integration
Lleidanet Costa Rica	100%	Global integration
Lleidanet Perú	100%	Global integration
Lleida Information Technology Network Services	49%	Global integration
Lleidanet PKI S.L.	100%	Global integration
Lleidanet India	25%	Equity method

The financial year of the Parent Company and the Subsidiaries begins on 1st of January and ends on 31st of December of each year. The last Annual Accounts of the Parent Company and its Subsidiaries drawn up correspond to the financial year ended on December 31, 2023.

Detail of activities and registered office of the Subsidiaries included in the perimeter of consolidation as of June 30, 2024, is indicated below:

Lleidanetworks Serveis Telemàtics, LTD

Incorporated on December 28, 2005 in Dublin, with its registered office in Birchin Court 20, Birchin Lane London (United Kingdom). Its main activity is as operator.

Lleidanet USA Inc.

Incorporated on May 12, 2009 and its registered office is at 2719 Hollywood Boulevard Street 21 FL33020, Hollywood. Its main activity is as operator. On June 30, 2013 a capital increase was made in Lleidanet USA Inc. for 397.515,00 euros which Lleidanetworks Serveis Telematics, S.A. subscribed in entirety.

Lleidanet Honduras, S.A.

Its registered office in Tegucigalpa (Honduras), it was incorporated on January 11, 2012 subscribing, Lleidanetworks Serveis Telemàtics, S.A., 175 shares out of a total amount of 250 that were issued. Its main activity consists on being SMS operator, based on an interconnection network with the fixed and mobile operations of the Republic of Honduras.

Lleidanet Dominicana, S.R.L.

Headquartered in Tetelo Vargas Street 12, Santo Domingo (Dominican Republic), was incorporated on June 26, 2012 subscribing, Lleidanetworks Serveis Telemàtics, S.A., 4.999 shares of a total of 5.000 that were issued. Its main activity is based on the dissemination of telematics systems. On 28 December 2020, an increase in capital of 14.000 new shares subscribed in full by Lleidanetworks Serveis Telemàtics, S.A. was approved.

Lleida SAS

With its registered office in Calle 70 n°4, Bogotá (Colombia), it was incorporated on November 16, 2012 subscribing, Lleidanetworks Serveis Telemàtics, S.A., 100 shares out of a total of 100 that were issued. Its main activity is based on the dissemination of telematics systems. On June 15, 2018 a capital increase was carried out in Lleida, SAS for an amount of 95.802 euros which Lleidanetworks Serveis Telemàtics, S.A. subscribed in full. On 30 December 2020, a capital increase was carried out in Lleida SAS in the amount of 48.000 euros, subscribed in full by Lleidanetworks Serveis Telemàtics, S.A.

Lleida Chile SPA

With its registered office in Santiago (Chile), it was incorporated on March 12, 2013, subscribing, Lleidanetworks Serveis Telemàtics, SA, 200 shares out of a total of 200 that were issued. Its main activity is based on the provision, organization and commercialization of telecommunications services.

Lleida Networks India Private Limited

With its registered office in New Delhi (India), it was incorporated on January 7, 2013 subscribing, Lleidanetworks Serveis Telemàtics, S.A., 12.500 shares out of a total of 50.000 that were issued. Its main activity is the creation of a telecommunications operator in India, as well as offering VAS services, including SMS, MMS, and UMS and other types of messaging.

Lleidanet do Brasil Ltda

With registered office at Rua Tabapua 72, Sao Paulo (Brazil), it was incorporated on October 2, 2013 by subscribing, Lleidanetworks Serveis Telemàtics, S.A., 329 shares out of a total of 330 that were issued. Its main activity is based on the provision of telecommunications services, program development, sending of text and email messages and the provision of study and analysis services of computer processes in general.

Lleidanet Guatemala, Sociedad Anónima

With its registered office in Guatemala (Guatemala), it was incorporated on November 7, 2013 subscribing, Lleidanetworks Serveis Telemàtics, S.A., 4.800 shares out of a total of 6.000 issued. Its main activity is the provision, organization and commercialization of telecommunication services and activities such as mobile messaging services (SMS and MMS), carriers, etc., the creation, generation and exploitation of information and communication technologies and the provision of consulting and advisory services on these matters.

Portabilidades Españolas, S.A.

Incorporated on December 4, 2015, with registered office at Parque Tecnológico de Gardeny Edificio H, Lleida, subscribing to Lleidatnetworks Serveis Telemàtics S.A., 100% of the share capital made up of 3.000 shares for a total value of 3.000 euros. Its corporate purpose is the marketing of services based on number portability data to telecommunications operators for the routing of telephone traffic and short text messages. In previous years, a capital increase was carried out for an amount of 10.000 euros, fully subscribed by Lleidatnetworks Serveis Telemàtics, S.A.

Lleidanet Costa Rica Empresa Individual de Responsabilidad Limitada

On March 31, 2016, the Parent Company acquires D. Francisco José Sapena Soler 100% of this Company for the amount of 16.06 euros. Its main activity is the provision, organization and commercialization of telecommunication services and activities such as mobile messaging services (SMS and MMS), carriers, etc., the creation, generation and exploitation of information and communication technologies and the provision of consulting and advisory services on these matters.

Lleidanet Perú

With registered office at Cañon del Pato No. 103, Lima (Peru).

On August 25, 2016, the Parent Company made a contribution of 268,09 euros for the constitution of said company. Its main activity is based on the provision, organization and marketing of telecommunications services and activities such as mobile messaging services (SMS and MMS), carriers, etc., the creation, generation and exploitation of information and communication technologies, and the provision of consulting and advisory services on these matters. On February 21, 2020, a capital increase was carried out through the capitalization of loans held with the Parent Company for an amount of 104.283 euros. On February 21, 2020 and December 28, 2020, capital increases were carried out to offset credits held with the Parent Company for amounts of 104.283 and 33.637 euros respectively. On December 20, 2021, a capital increase was carried out to offset credits held with the Parent Company for an amount of 44.309,84 euros.

Lleida Information Technology Network Services

On October 1, 2020, the Company establishes the company in the United Arab Emirates together with the partner Adil Ismail Ali Al Fahem, with a share capital of 300 shares of which 147 are subscribed by Lleidatnetworks Serveis Telemàtics, S.A. and that correspond to 49% of the capital stock of the incorporated company.

Lleidanet PKI, S.L.

As of November 30, 2021, the Parent Company acquired 100% of the shares of Lleidanet PKI, S.L.U. (formerly Indenova S.L.), located at Calle Traginers, 14 - 2º B, Valencia, for a cost of 7.100.000,00 euros.

NOTE 2. PRESENTATION BASIS OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

a) True and Fair View

The accompanying Interim Consolidated Financial Statements as of June 30, 2024 have been prepared on the basis of the accounting records of the various companies comprising the Group, whose respective Annual Accounts are prepared in accordance with prevailing mercantile legislation and the rules established in the General Accounting Plan approved by Royal Decree 1514/2007, of 16 November, applying the amendments made thereto by Royal Decree 1159/2010, of 17 September, and Royal Decree 602/2016, of 2 December and Royal Decree 1/2021, of 12 January, in the case of Spanish companies, and in accordance with the regulations applicable in the other countries where the companies comprising the Consolidated Group are located, and are presented in accordance with the provisions of Royal Decree 1159/2010 of 17 September, in order to give a true and fair view of the consolidated net worth, financial position and results, as well as the veracity of the flows included in the Consolidated Cash Flow Statement.

b) Presentation Currency

In accordance with the applicable laws and regulations on accounting, the Interim Consolidated Financial Statements are expressed in euros.

c) Critical Aspects of Uncertainties Valuation and Estimation

In the preparation of the attached consolidated interim financial statements, estimates made by the Board of Directors of the Parent Company have been used to assess certain assets, liabilities, revenues, and expenses recorded therein. The estimates and criteria refer to:

- Reasonableness of the activation and recoverability of research projects.
- Reasonableness of the recording and recoverability of the consolidated goodwill arising from the acquisition of Lleidanet PKI, S.L.

Although these estimates have been made based on the best information available at the end of the six-month period ending June 30, 2024, it is possible that future events may necessitate modifications (upward or downward) in subsequent periods, which would be carried out prospectively, recognizing the effects of the change in estimate in the corresponding income statement.

The Board of Directors of the Parent Company believes that there are no significant uncertainties or aspects regarding the future that could pose a significant risk leading to substantial changes in the value of assets and liabilities for the next reporting period.

d) Comparison of the Information

In accordance with commercial legislation, the Board of Directors presents, for comparative purposes with each of the balance sheet items, in addition to the figures for the six months ended 30 June 2024, the figures for the previous year. It also presents, for comparative purposes with each of the items in the consolidated income statement, the consolidated statement of changes in equity and the consolidated cash flow statement, in addition to the figures for the six months ended 30 June 2024, the figures for the six months ended 30 June 2023. The items for both years are comparable and homogeneous.

e) Responsibility for the Information given and the Estimates made

For the preparation of the consolidated interim financial statements, estimates have been used to value some of the assets, liabilities, income, expenses and commitments recorded therein, and these estimates basically refer to the evaluation of losses due to deterioration of certain assets, the useful life of non-current assets and the probability of occurrence of provisions (see section c).

In November 2021, after the acquisition of the company Lleidatnet PKI, S.L., goodwill of 4,7 million euros was generated. Lleidatnet PKI's main assets are its intangible assets, as reflected in its balance sheet. Lleidatnet PKI has a recognized brand image both nationally and internationally, and a base of recurring clients who value its services. Its R&D developments will allow new uses of its services, not only for its customer base, but will also be a differentiating element in the Group's R&D strategy. They have key personnel, who will remain within the Lleida.net Group and will be members of the management committee and will help meet the objectives set by the Board of Directors of the Group's Parent Company. With the acquisition of Lleidatnet PKI, sales synergies are achieved, given that Lleidatnet PKI and the rest of the Group companies have very few shared clients. Lleidatnet PKI will be able to increase its sales by selling its products to Lleida.net clients.

The Board of Directors of the Parent Company has carried out the analysis of the recoverability of the consolidation goodwill mentioned above, for which cash flows based on sales projections for the period 2024-2028 have been used. According to Management, these projections are based on the budget for 2024, the degree of compliance thereof at the date of formulation of these Interim Consolidated Financial Statements and the best expectations of Management for the business until 2028 for the corresponding analysis of possible deteriorations to June 30, 2024. Sales growth of 61%, 14%, 12%, 10% and 8% respectively has been estimated for each of the successive 5 years. Likewise, cash flows have been discounted using the average cost of resources after taxes. The discount rate used was 17% and a perpetual income of 2,5% was estimated.

Due to the above, the Board of Directors of the Parent Company has not considered it necessary to record any impairment of value for said goodwill based on the expectations of positive cash flow generation expected for the coming years by said company participated.

Although these estimates were made based on the best information available at the date of preparation of the interim consolidated financial statements, it is possible that events that could take place in the future may require them to be modified in future years. In such case, this would be done prospectively, recognizing the effects of the change in estimate in the corresponding consolidated profit and loss accounts.

f) Changes in accounting criteria

No changes in accounting policies have been made.

g) Correction of Errors

The Interim Consolidated Financial Statements for the period ended as of June 30, 2024 do not include related adjustments as a result of errors detected in previous years' annual accounts or financial statements.

h) Fair value

It is the price that would be received to sell an asset or paid to transfer or settle a liability in an orderly transaction between market participants at the measurement date. The fair value shall be determined without any deduction for transaction costs that might be incurred due to disposal or disposition by other means. In no case shall the fair value result from a forced or urgent transaction or because of an involuntary liquidation situation.

Fair value is estimated for a particular date and because market conditions may change over time, that value may be inappropriate for another date. In addition, in estimating fair value, an enterprise should consider the conditions of the asset or liability that market participants would take into account in pricing the asset or liability at the measurement date.

In estimating fair value, it is assumed that the transaction to sell the asset or transfer the liability is carried out:

- a) Between interested and duly informed parties, in an arm's length transaction,
- b) In the main market of the asset or liability, understood as the market with the highest volume and level of activity, or
- c) In the absence of a principal market, in the most advantageous market to which the company has access for the asset or liability, understood as the one that maximizes the amount that would be received for the sale of the asset or minimizes the amount that would be paid for the transfer of the liability, after taking into account transaction costs and transportation expenses.

In general, fair value is calculated by reference to a reliable market value.

For those items for which there is no active market, the fair value will be obtained, where appropriate, through the application of valuation models and techniques.

The fair value of a financial instrument must consider, among other things, the credit risk and, in the specific case of a financial liability, the company's default risk, which includes, among other components, its own credit risk. However, no adjustments for volume or market capacity should be made to estimate the fair value.

NOTE 3. RECOGNITION AND VALUATION STANDARDS

The principal valuation standards used by the Group in the drafting of its Interim Consolidated Financial Statements on June 30, 2024, in accordance with those established by the General Accounting Plan, were as follows:

a) Consolidation Principles

The consolidation of the Financial Statements of **Lleidanetworks Serveis Telemàtics, S.A.** with the Financial Statements of its investee companies mentioned in Notes 1.1 and 2, was carried out using the following methods:

1. Application of the global integration method for all Group companies, i.e. those over which it as effective control.
2. Application of the equity method as equivalence for associated companies, i.e. those over which a notable influence is exercised in terms of management but in which there is no majority vote or joint management with third parties.

The consolidation of the operations of **Lleidanetworks Serveis Telemàtics, S.A.** with those of the aforementioned subsidiaries was performed according to the following basic principles:

- The criteria used in formulation of the Balance Sheets, the Profit and Loss Account and the Statement of Changes in Equity and Cash-Flow Statements for each one of the consolidated companies are, generally, and in their basic aspects, homogenous.
- The Consolidated Balance Sheet, the Consolidated Profit and Loss Account, the Consolidated Statement of Changes in Equity and Consolidated Statements of Cash Flow include all adjustments and eliminations of the consolidation process, as well as relevant valuation homogenizations to reconcile balances and transactions between the consolidating companies.
- Balances and transactions between consolidated companies were eliminated in the consolidation process. The credits and debts with group, affiliated and associated companies which have been excluded from the consolidation are presented in the corresponding headings of the assets and liabilities headings of the Consolidated Balance Sheet.
- The deletion of Subsidiary equity investment was conducted by compensating the shareholding of the Parent Company with the proportional part of the net equity of the subsidiaries which is represented by the shareholding on the date of the first consolidation. The first consolidation differences were treated as follows:
 - a) Positive differences which cannot be allocated to the equity elements of the Subsidiaries were included in the "Consolidation Goodwill" heading of the Consolidated Balance Sheet. The impairment losses must be recognized in the Consolidated Profit and Loss Account and are irreversible.
 - b) Negative differences, obtained as first consolidation, are recognized as reserves for the year considering that the group already existed previously in the different subgroups contributed to the Parent Company.

- The consolidated income for the financial year shows the part that may be attributed to the Parent Company, comprised of the income obtained by the latter plus the corresponding part, by virtue of the financial shareholding, of the income obtained by the invested companies
- The shareholding value of the minority interests in the equity and the attribution of income in the consolidated subsidiaries is presented in the "Minority Interest" heading of the Equity of the Consolidated Balance Sheet. The value breakdown of these shareholdings is presented in Note 4.

b) Intangible Fixed Assets

Assets included in intangible fixed assets are valued by their cost, whether purchase price or production cost, reduced by the corresponding accumulated amortization and losses from any impairment which, where appropriate, has occurred.

The depreciable amount of an intangible asset is allocated on a systematic basis over its useful life. The amortisation charge for each period is recognised in profit or loss.

Research and Development Costs

Capitalized research and development costs are specifically individualized for projects and their costs are clearly established so they can be spread over time. Similarly, Management the Group has substantial grounds for expecting the technical success and the financial and commercial profitability of these projects

Research and development costs that appear as assets are amortized on a straight-line basis over their useful life, at an annual rate of 20%, and always within a period of 5 years.

As soon as there are reasonable doubts over the technical success or financial and commercial profitability of a project, the values recorded in the asset that apply to it are directly allocated to the financial year's losses.

Computer Applications

Licenses for computer applications purchased from third parties are capitalized on the basis of the costs incurred for purchasing. Computer applications are amortized on a straight-line basis throughout their useful lives, at an annual rate of 33%.

Maintenance expenses for computer applications incurred during the financial year are recognized in the Consolidated Profit and Loss Account.

Industrial Property

Corresponds to the capitalized development expenses for which the relevant patent or similar has been obtained, and includes the registration and formalization costs for the industrial property, as well as the costs for purchasing the corresponding rights from third parties.

During all these years, the Group has been able to develop methods and unique technologies in its sector by continuous investment in research and development. The result of this effort has been the publication of patents at European, American and PCT levels, putting in value the effort developed during these last years. These patents allow the Group to license this technology to third parties and protect it against possible copies of other actors in the sector, less scrupulous when creating original models.

c) Tangible Fixed Assets

Tangible fixed assets are valued by their acquisition price or production cost, net of the corresponding accumulated amortization and, where appropriate, of the accumulated value of the recognized allowances for impairment.

Repair and maintenance expenses incurred during the financial year are debited in the Consolidated Profit and Loss Account. Costs for renovating, extending or improving intangible fixed assets, representing an increase in capacity, productivity or lengthening of useful life, are capitalized as a higher value of the corresponding assets, once the book values of the replaced items have been de-recognized.

Tangible fixed assets, net of their residual value, where appropriate, are amortized by a straight-line-basis distribution of the various items that constitute these fixed assets over the years of estimated useful life making up the period in which the Group hopes to use them, according to the following table:

	Annual Percentage	Estimated Years of Useful Life
Buildings	2,50	40
Technical facilities	8 - 10	12,50 - 10
Machinery	20 - 25	5 - 4
Other installations	10	10
Furniture	10 - 15	10 - 6,67
Computer equipment	25 - 50	4 - 2
Transport equipment elements	10	10
Other tangible fixed assets	15	6,67

The book value of a tangible fixed-asset item is de-recognized in the accounts through its alienation or disposal by other means; or where no future economic benefits or profits are expected to be obtained for its use, alienation or disposal by other means.

The loss or profit resulting from writing-off a tangible fixed-asset item is determined as the difference between the net values, where appropriate, of the sales costs resulting from its alienation or disposal by other means, where available, and the item's book value, and is allocated to the Consolidated Profit and Loss Account for the financial year in which this occurs.

At the financial year's closure, the Group, assesses whether there are signs of impairment in a tangible fixed-asset item or any cash-generating unit, in which case the recoverable amounts are estimated and the necessary allowances are made.

An impairment loss is deemed to have occurred in a tangible fixed-asset item where its book value exceeds its recoverable value, this being understood as the higher value between its fair value less the sales costs and its value in use.

Allowances for impairment in the tangible fixed-asset items, as well as their reversals where the circumstances producing them cease, are recognized as an expense or income respectively in the Consolidated Profit and Loss Account.

d) Leases and Other Transactions of a Similar Nature

Operating-lease expenses incurred during the financial year are debited in the Consolidated Profit and Loss Account.

e) Financial Instruments

A financial asset is any asset that is: cash, an equity instrument of another company, or involves a contractual right to receive cash or another financial asset (a debt instrument), or to exchange financial assets or liabilities with third parties on potentially favourable terms.

The financial assets used by the Group are classified for valuation purposes in one of the following categories:

1. Financial assets at fair value through profit or loss.
2. Financial assets at amortised cost.
3. Financial assets at fair value with changes in equity.
4. Financial assets at cost.

Financial instruments issued, incurred or assumed are classified as financial liabilities, in whole or in part, if, based on their economic substance, they create a direct or indirect contractual obligation for the Company to deliver cash or another financial asset, or to exchange financial assets or financial liabilities with third parties on potentially unfavourable terms.

The financial liabilities used by the Group are classified for valuation purposes in one of the following categories:

1. Financial liabilities at amortised cost.
2. Financial liabilities at fair value through profit or loss.

The Group has no financial liabilities at fair value.

Financial assets at amortised cost

A financial asset is included in this category, even when it is admitted to trading on an organised market, if the company holds the investment for the purpose of receiving cash flows from the performance of the contract and the contractual terms of the financial asset give rise, at specified dates, to cash flows that are solely collections of principal and interest on the principal amount outstanding.

Contractual cash flows that are solely collections of principal and interest on the principal amount outstanding are inherent in an arrangement that is a regular or ordinary loan, notwithstanding that the transaction is arranged at a zero or below-market interest rate.

The following are classified in this category:

- a) Trade receivables: financial assets arising from the sale of goods and the rendering of services in the ordinary course of business for which payment is deferred, and
- b) Non-trade receivables: financial assets which, not being equity instruments or derivatives, do not arise from trade transactions and whose collections are of a fixed or determinable amount.

Financial Assets at Fair Value Through Shareholders' Equity

A financial asset is included in this category when the contractual terms of the financial asset give rise, at specified dates, to cash flows that are solely collections of principal and interest on the principal amount outstanding, and it is neither held for trading nor classified as a financial asset at amortised cost. Investments in equity instruments for which an irrevocable option is exercised at the initial time to present subsequent changes in fair value directly in equity are also included in this category.

Financial liabilities at amortised cost

The following are classified in this category:

- a) Trade payables: financial liabilities arising from the purchase of goods and services in connection with trading transactions; and
- b) Non-trade payables: financial liabilities which, not being derivative instruments, do not arise from trade transactions, but arise from loans or credits received by the Company.

The financial assets and liabilities included in this category are initially measured at fair value, which is the transaction price and is equal to the fair value of the consideration given plus directly attributable transaction costs.

Notwithstanding the above, trade receivables and payables maturing in less than one year that do not bear contractual interest rates, as well as, where applicable, advances and loans to employees, dividends receivable and payments required on equity instruments, the amount of which is expected to be received in the short term, and payments required by third parties on equity investments, the amount of which is expected to be paid in the short term, are measured at nominal value when the effect of not discounting cash flows is not material.

In subsequent valuations, both assets and liabilities are measured at amortised cost. Accrued interest is recognised in the profit and loss account using the effective interest method. Notwithstanding the above, receivables and payables maturing within one year that were initially measured at nominal value continue to be measured at nominal value, unless, in the case of receivables, they are impaired.

At least at year-end, the necessary impairment losses are recognised whenever there is objective evidence that a financial asset, or a group of financial assets with similar risk characteristics measured collectively, is impaired as a result of one or more events that occurred after its initial recognition and that cause a reduction or delay in the estimated future cash flows, which may be caused by the insolvency of the debtor.

As indicated in note 11.1) the main credit risk arises from trade balances, with potential impairments being estimated on a customer-by-customer basis.

The amount of the valuation adjustment is the difference between the carrying amount of the asset and the present value of the estimated future cash flows.

The estimated future cash flows of a debt instrument are all the amounts, principal and interest, that the company estimates it will earn over the life of the instrument. The estimate considers all relevant information available at the date of the interim financial statements that provides information about the collectability of future contractual cash flows.

When instruments are secured by collateral and personal guarantees, the cash flows that would be realised, less the amount of costs required to obtain and subsequently sell the collateral, are included, regardless of the likelihood of realisation.

In calculating the present value of the estimated future cash flows, the original effective interest rate of the financial asset is used as the discount rate.

The recognition of interest on credit-impaired financial assets shall follow the general rules, without prejudice to the simultaneous assessment by the company of whether the amount will be recoverable and, if so, the recognition of the corresponding impairment loss.

The impairment loss so calculated shall be recognised in the profit and loss account.

If, in subsequent periods, the amount of the impairment loss decreases, the previously recognised impairment loss shall be reversed. The reversal shall not result in a carrying amount of the financial asset that exceeds the amortised cost that would have been recognised at the date of reversal had no impairment loss been recognised. The amount of the reversal shall be recognised in profit or loss.

Own Equity Instruments

An equity instrument is any legal arrangement that evidences, or reflects, a residual interest in the assets of the issuing enterprise after deducting all of its liabilities.

In the event that the company enters into any transaction with its own equity instruments, the amount of these instruments shall be recorded in equity as a change in equity, and in no case may they be recognised as financial assets of the company and no profit or loss shall be recorded in the profit and loss account.

Expenses arising from these transactions, including the costs of issuing these instruments, such as lawyers', notaries' and registrars' fees; printing of reports, bulletins and securities; taxes; advertising; commissions and other placement expenses, shall be recorded directly in equity as a reduction in reserves.

Derecognition of Financial Assets

A financial asset, or part of a financial asset, is derecognised when the contractual rights to the cash flows from the financial asset expire or have been transferred, and the risks and rewards of ownership have been substantially transferred.

Derecognition of Financial Liabilities

A financial liability is derecognised when the related obligation is extinguished.

Interest and Dividends Received on Financial Assets

Interest and dividends on financial assets accrued after the time of acquisition shall be recognised as income in the profit and loss account.

Interest on financial assets measured at amortised cost shall be recognised using the effective interest method and dividends when the member's right to receive them is declared.

For this purpose, on initial measurement of financial assets, the amount of explicit interest accrued but not yet due at that time and the amount of dividends declared by the competent body at the time of acquisition shall be recognised separately on a maturity basis.

"Explicit interest" shall be understood to be that which is obtained by applying the contractual interest rate of the financial instrument. In addition, if the dividends distributed unequivocally arise from profits generated prior to the acquisition date because amounts in excess of the profits generated by the investee since acquisition have been distributed, they are not recognised as income and reduce the carrying amount of the investment.

Deposits Given and Received

For deposits given or received under operating leases or for the provision of services, the difference between the fair value of the deposit and the amount paid (for example, because the deposit is long-term and is not interest-bearing) is treated as an advance payment or collection for the lease or provision of the service, and shall be taken to profit or loss over the period of the lease in accordance with paragraph 2 of the standard on leases and similar transactions or over the period in which the service is rendered in accordance with the standard on revenue from sales and services.

f) Transactions in Foreign Currencies

Transactions in foreign currencies are recognized by their exchange value in Euros, by using the spot exchange-rate for the dates on which they occur.

On the close of each financial year, monetary items are valued by applying the average spot exchange-rate on that date. Exchange differences, both positive and negative, which result from this process, as well as those generated on selling off equity items, are recognized in the Consolidated Profit and Loss Account for the financial year in which they arise.

g) Profit Tax

Profit tax is recognized in the Consolidated Profit and Loss Account or directly in the Consolidated Equity depending on where the gains or losses giving rise to it are recognized. Profit tax for each financial year includes both current and deferred taxes, where appropriate.

The current tax amount is the sum to be paid by the companies as a result of the assessment notices for the tax.

Differences between the book value of assets and liabilities, and their tax base, generate the deferred tax asset or liability tax balances which are calculated using the expected tax rates at the time of their reversal, and under the method in which it can be reasonably expected to recover or pay the asset or liability.

Variations arising during the financial year in deferred tax asset or liability are recognized either in the Consolidated Profit and Loss Account or directly in the Consolidated Equity, as appropriate.

Deferred tax assets are only recognized insofar as it is probable that the Group will have future tax gains that allow these assets to be applied.

In each closing balance sheet the book value of the recognized deferred tax assets is analyzed and the necessary adjustments are made insofar as there are doubts over their future tax recoverability. Likewise, in each closing non-recognized deferred taxes are assessed in the balance sheet and these are subject to recognition to the extent that their recovery with future tax benefits is probable.

h) Income

An entity shall recognise revenue in the ordinary course of business when control of the goods or services committed to customers is transferred. At that time, the enterprise shall measure revenue at the amount that reflects the consideration to which it expects to be entitled in exchange for those goods or services.

In order to apply this fundamental approach to revenue recognition, the Company follows a comprehensive process consisting of the following successive steps:

- a) Identify the contract(s) with the customer, understood as an agreement between two or more parties that creates enforceable rights and obligations for the parties.
- b) Identify the obligation(s) to be fulfilled in the contract, representing commitments to transfer goods or provide services to a customer.
- c) Determine the transaction price, or contract consideration, to which the firm expects to be entitled in exchange for the transfer of goods or provision of services committed to the customer.

- d) Allocate the transaction price to the obligations to be performed on the basis of the individual selling prices of each separate good or service committed to in the contract or, where appropriate, on the basis of an estimate of the selling price when the selling price is not independently observable.
- e) Recognise revenue when (as) the company satisfies a committed obligation through the transfer of a good or the rendering of a service; such satisfaction occurs when the customer obtains control of that good or service, so that the amount of revenue recognised is the amount allocated to the contractual obligation satisfied.

For each obligation to be fulfilled (delivery of goods or provision of services) identified, the Company determines at the beginning of the contract whether the commitment undertaken is fulfilled over time or at a specific point in time. As specified in note 15, the invoicing issued by the Company is based on customer consumption of each product.

Fulfilment of the obligation at a specific point in time

In cases where the transfer of control over the asset does not occur over time, the Company recognises revenue using the criteria established for obligations that are discharged at a point in time. To identify the specific point in time at which the customer obtains control of the asset (generally an asset), the Company considers, among others, the following indicators:

- a) The customer assumes the significant risks and rewards of ownership of the asset. In assessing this, the Company excludes any risk that gives rise to a separate obligation other than a commitment to transfer the asset.
- b) The Company has transferred physical possession of the asset.
- c) The customer has received (accepted) the asset in accordance with the contractual specifications.
- d) The company has a collection right for transferring the asset.
- e) The customer has ownership of the asset.

Valuation

Revenue from the sale of goods and the rendering of services is measured at the monetary amount or, where appropriate, the fair value of the consideration received or expected to be received, which, in the absence of evidence to the contrary, is the agreed price of the assets to be transferred to the customer, less: the amount of any discounts, rebates or other similar items that the company may grant; and interest included in the nominal amount of the receivables.

However, embedded interest on trade receivables maturing in less than one year that do not have a contractual interest rate is included when the effect of not discounting cash flows is not material. If applicable

Taxes levied on the delivery of goods and services that the company must pass on to third parties, such as value added tax and excise duties, as well as amounts received on behalf of third parties, are not part of revenue.

Where variable consideration exists, the Company takes into account in the measurement of revenue the best estimate of the variable consideration if it is highly probable that there will not be a significant reversal of the amount of revenue recognised when the uncertainty associated with the consideration is subsequently resolved.

i) Provisions and Contingencies

Debentures existing at the close of the financial year, resulting from past events which may occasion loss in equity for the Group, and whose value and time of cancellation are indeterminate, are recognized on the consolidated balance sheet as provisions and are valued by the current value of the best possible estimate for the amount necessary to cancel the obligation or transfer it to a third party.

j) Grants, Donations and Legacies

Non-refundable capital grants, as well as donations and legacies, are valued by the fair value of the amount granted or of the goods received. They are initially allocated directly as income in the Consolidated equity and recognized in the Consolidated Profit and Loss Account in proportion to the amortization undergone over the period by the assets financed through these grants, unless these are non-depreciable assets, in which case they will be allocated to the earnings of the financial year in which their alienation or de-recognition takes place.

Grants intended for cancelling debts are allocated as income for the financial year in which the cancellation occurs, unless they are received for a specific financing, in which case the allocation is made according to the item that is financed.

Refundable grants are recognized as long-term debt convertible into subsidies until they become non-refundable.

Operation grants are credited to the earnings of the financial year when they accrue.

k) Related-Party Transactions

In general, items forming the subject matter of a related-party transaction are initially recognized by their fair value. The subsequent valuation is made in accordance with the provisions laid down in the corresponding regulations.

l) Cash-Flow Statements

Cash-flow statements use the following expressions according to the meanings given below:

Cash and Equivalents: Cash is both cash in hand and demand deposits. Cash equivalents are financial instruments forming part of the Group's normal cash management, are convertible into cash, have initial maturities no greater than three months and are subject to little significant risk of change in their value.

Cash Stream-flows: inflows and outflows of cash or other equivalent resources, with the latter being understood as investments having terms under three months, high liquidity and low risk of changes in value.

Operating Activities: these are the activities that make up the principal source of the Group's ordinary income, as well as other activities that cannot be classified under investment or financing.

Investment Activities: acquisition, alienation or disposal by other means of long-term assets and other investments not included in cash or cash equivalents.

Financing Activities: activities that lead to changes in the size and composition of the equity and financial liabilities.

NOTE 4. MINORITY INTEREST

The breakdown of the value of minority interests in the equity of the consolidated subsidiaries as of June 30, 2024 is as follows, in Euros:

Group Company	Percentage of minority interests shareholders (holdings)	Equity	Others	Period results	Total Minority interests
Lleidanet Guatemala	20%	4.042,50	(433,82)	-	721,74
Lleidanet Honduras	30%	-	-	-	-
Lleidanet Brasil	0,01%	(40.836,33)	5.018,36	(6.160,24)	(4,20)
Lleidanet República Dominicana	0,02%	2.297,31	2.242,65	6.314,43	2,17
Lleida Information Technology Network Services	51%	(260.249,31)	(137,83)	(51.363,47)	(158.992,81)
					(158.273,10)

The breakdown of the value of minority interests in the equity of the consolidated subsidiaries at the year end 2023 was as follows, in Euros:

Group Company	Percentage of minority interests shareholders (holdings)	Equity	Others	Period results	Total Minority interests
Lleidanet Guatemala	20%	4.042,50	(263,84)	-	755,73
Lleidanet Honduras	30%	-	-	-	-
Lleidanet Brasil	0,01%	(42.849,13)	619,11	777,39	(4,15)
Lleidanet República Dominicana	0,02%	(7.703,67)	2.440,44	10.000,98	0,95
Lleida Information Technology Network Services (*)	51%	(176.699,76)	11.553,95	(83.549,55)	(126.834,63)
					(126.082,10)

NOTE 5. INTANGIBLE FIXED ASSETS

The detail and movement of Intangible Fixed Assets for the six-month period ended as of June 30, 2024 is as follows, in euros:

	31/12/2023	Additions	Transfers	30/06/2024
Cost:				
Goodwill on consolidation	4.688.429,58	-	-	4.688.429,58
Research	14.386.836,57	227.702,16	-	14.614.538,73
Industrial Property	1.320.993,83	-	100.895,65	1.421.889,48
Computer applications	5.568.274,18	284.837,46	-	5.853.111,64
Advances for intangible fixed assets	585.365,90	39.862,09	(100.895,65)	524.332,34
	26.549.900,06	552.401,71	-	27.102.301,77
Accumulated amortization:				
Goodwill on consolidation	(996.805,65)	(223.655,01)	-	(1.220.460,66)
Research	(11.884.766,90)	(191.143,14)	-	(12.075.910,04)
Industrial Property	(563.082,20)	(45.229,12)	-	(608.311,32)
Computer applications	(3.378.230,41)	(478.397,47)	-	(3.856.627,88)
	(16.822.885,16)	(938.424,74)	-	(17.761.309,90)
Impairment:				
Goodwill on consolidation	(190.207,60)	-	-	(190.207,60)
Intangible Fixed Assets, Net	9.536.807,30	(386.023,03)	-	9.150.784,27

The details and changes in intangible fixed assets throughout the financial year 2023 were as follows, in euros:

	31/12/2022	Additions	De-Recognition	Transfers	Exchange rate differences	31/12/2023
Cost:						
Goodwill on consolidation	4.688.429,58	-	-	-	-	4.688.429,58
Research	13.523.568,79	863.267,78	-	-	-	14.386.836,57
Industrial Property	1.159.207,97	-	-	161.785,86	-	1.320.993,83
Computer applications	5.523.134,47	44.212,83	-	-	926,88	5.568.274,18
Advances for intangible fixed assets	554.801,82	192.349,94	-	(161.785,86)	-	585.365,90
	25.449.142,63	1.099.830,55	-	-	926,88	26.549.900,06
Accumulated amortization:						
Goodwill on consolidation	(546.983,45)	(449.822,20)	-	-	-	(996.805,65)
Research	(10.939.065,63)	(945.701,27)	-	-	-	(11.884.766,90)
Industrial Property	(475.182,52)	(87.899,68)	-	-	-	(563.082,20)
Computer applications	(2.921.397,30)	(455.906,23)	-	-	(926,88)	(3.378.230,41)
	(14.882.628,90)	(1.939.329,38)	-	-	(926,88)	(16.822.885,16)
Impairment:						
Goodwill on consolidation	(190.207,60)	-	-	-	-	(190.207,60)
Intangible Fixed Assets, Net	10.376.306,13	(839.498,83)	-	-	-	9.536.807,30

The additions for the current fiscal year, as well as those from the previous year, primarily correspond to the R&D developments that the Company has undertaken in its SaaS product lines, as well as the investments made in patents to register the methodology of these new products.

Goodwill

On November 30, 2021, the Group acquired 100% of the shares in the company Lleidatrans PKI, S.L. for a cost of 7.100.000,00 euros.

In fiscal year 2022, the Company impaired consolidation goodwill in the amount of 190 thousand euros (see note 2.e and Note 21).

Said goodwill is amortized linearly over a period of 10 years.

Fully-amortized and in-use items

The breakdown, by epigraphs, of the most significant assets which were fully-amortised and in use as of June 30, 2024 and at December 31, 2023, is the following, stating their cost values in Euros:

	30/06/2024	31/12/2023
Research	10.124.956,16	10.124.956,16
Patents	240.225,63	196.149,07
Computer applications	2.602.775,77	2.596.805,77
	12.967.957,56	12.917.911,00

NOTE 6. TANGIBLE ASSETS

The detail and changes of tangible fixed assets for year six-month period ended on June 30, 2024, is the following, in euros:

	31/12/2023	Additions	Derecognitions	Conversion differences	30/06/2024
Cost:					
Land and buildings	203.095,54	-	-	-	203.095,54
Technical installations and machinery	252.969,45	3.081,77	-	-	256.051,22
Other installations, tools and furniture	311.367,81	-	-	(1.870,49)	309.497,32
Data processing equipment	1.478.469,07	5.832,61	-	-	1.484.301,68
Transport elements	73.767,59	-	-	(7.648,12)	66.119,47
Other tangible fixed assets	4.935,79	-	-	-	4.935,79
Advances for tangible fixed assets	57.380,60	-	-	-	57.380,60
	2.381.985,85	8.914,38	-	(9.518,61)	2.381.381,62
Accumulated amortization:					
Land and buildings	(59.655,13)	(2.554,61)	-	-	(62.209,74)
Technical installations and machinery	(211.774,34)	(40.509,87)	(1.370,46)	-	(253.654,67)
Other installations, tools and furniture	(331.663,31)	-	-	40.929,72	(290.733,59)
Data processing equipment	(1.228.072,91)	(59.935,21)	-	(2.511,62)	(1.290.519,73)
Transport elements	(11.119,07)	-	-	3.213,00	(7.906,07)
Other tangible fixed assets	(4.910,85)	(24,94)	-	-	(4.935,79)
	(1.847.195,61)	(103.024,63)	(1.370,46)	41.631,10	(1.909.959,60)
Tangible Fixed Assets, Net	534.790,24	(94.110,25)	(1.370,46)	32.112,49	471.422,02

The details and changes in tangible fixed assets throughout the financial year 2023 were as follows, in euros:

	31/12/2022	Additions	Derecognitions	Regulations	Conversion differences	31/12/2023
Cost:						
Land and buildings	203.095,54	-	-	-	-	203.095,54
Technical installations and machinery	257.392,06	27.690,00	-	(32.112,61)	-	252.969,45
Other installations, tools and furniture	699.830,28	-	-	(389.930,98)	1.468,51	311.367,81
Data processing equipment	1.031.814,06	37.260,24	(15.524,83)	423.364,48	1.555,12	1.478.469,07
Transport elements		66.119,47	-	6.490,09	1.158,03	73.767,59
Other tangible fixed assets	12.746,77	-	-	(7.810,98)	-	4.935,79
Advances for tangible fixed assets	57.380,60	-	-	-	-	57.380,60
	2.262.259,31	131.069,71	(15.524,83)	0,00	4.181,66	2.381.985,85
Accumulated amortization:						
Land and buildings	(54.517,83)	(5.137,30)	-	-	-	(59.655,13)
Technical installations and machinery	(255.829,38)	(1.907,21)	-	45.962,25	-	(211.774,34)
Other installations, tools and furniture	(284.159,38)	(4.098,59)	-	(42.307,60)	(1.097,75)	(331.663,32)
Data processing equipment	(1.101.061,14)	(133.923,49)	13.905,05	(5.572,21)	(1.421,11)	(1.228.072,90)
Transport elements		(5.382,98)	-	(4.867,56)	(868,53)	(11.119,07)
Other tangible fixed assets	(11.387,92)	(308,05)	-	6.785,12	-	(4.910,85)
	(1.706.955,65)	(150.757,62)	13.905,05	(0,00)	(3.387,39)	(1.847.195,61)
Tangible Fixed Assets, Net	555.303,66	(19.687,91)	(1.619,78)	(0,00)	794,27	534.790,24

Due to the increase in SaaS sales, investments have been made in servers for more storage capacity. Investments have also been made in laptops.

Fully-Amortized and in-Use Items

The breakdown, by epigraphs, of the most significant assets which were fully-amortised and in use as of June 30, 2024 and as of December 31, 2023, is shown below stating their cost values in Euros:

	30/06/2024	31/12/2023
Technical installations and machinery	252.969,45	249.269,45
Other facilities and furniture	264.965,66	263.305,08
Data processing equipment	903.940,04	916.206,47
Other fixed assets	4.935,79	3.087,87
	1.426.810,94	1.431.868,87

NOTE 7. LEASES AND OTHER OPERATIONS OF SIMILAR NATURE

7.1) Financial Leases (the Company as Lessee)

The Company has no assets financed by finance leases as of June 30, 2024.

7.2) Operating Leases (the Group as Lessee)

The charge to income for the six months ended on June 30, 2024 and the six months ended on June 30, 2023 for operating leases amounted to 95.394,33 euros (155.740,82 euros for the six months ended on June 30, 2023). This mainly corresponds to office rentals and vehicle rentals.

The following is the breakdown of the total amount of the minimum future payments corresponding to the non-cancellable operating leases:

	2024	2023
Up to 1 year	180.041,43	199.760,42
Between 1 and 5 years	129.714,93	135.500,52
More of 5 years	492.402,45	515.807,91
	802.158,81	851.068,85

NOTE 8. FINANCIAL ASSETS

The following is the breakdown of the long-term financial assets, in Euros:

	Equity instruments 30/06/2024	Equity instruments 31/12/2023	Credits and Others Financial Assets 30/06/2024	Credits and Others Financial Assets 31/12/2023
Financial assets at amortised cost (Note 8.2)	-	-	80.745,08	80.837,16
Financial assets at fair value with changes in equity (Note 8.3)	10.497,91	10.497,91		-
	10.497,91	10.497,91	80.745,08	80.837,16

The breakdown of the short-term financial assets, is as follows, in euros:

	Credits and Others Financial Assets 30/06/2024	Credits and Others Financial Assets 31/12/2023
Assets at fair value through the profit and loss:	1.079.300,98	1.017.223,87
Cash or other liquid assets (Note 8.1)	1.079.300,98	1.017.223,87
Loans and receivable items (Note 8.2)	4.637.152,40	4.315.003,37
Total	5.716.453,38	5.332.227,24

8.1) Assets at Fair Value through the Profit and Loss

Cash and other Equivalent Liquid Assets

The detail of these assets as of June 30, 2024 and as of December 31, 2023 is as follows, in euros:

	Balance as of 30/06/2024	Balance as of 31/12/2023
Short-term highly liquid investments	-	170.556,13
Current Accounts	1.073.748,49	841.075,26
Cash	5.552,50	5.592,48
Total	1.079.300,99	1.017.223,87

8.2) Financial assets at amortised cost

The composition of loans and receivable items as of June 30, 2024 and as of December 31, 2023 is at follows, in euros:

	Balance as of 30/06/2024		Balance as of 31/12/2023	
	Long-Term	Short-Term	Long-Term	Short-Term
Loans and receivables items for commercial transactions				
Third party customers	-	4.435.515,17	-	3.862.974,13
Third party debtors	-	94.935,29	-	89.464,46
Total loans and receivables items for commercial transactions	-	4.530.450,46	-	3.952.438,59
Loans and receivables for non-commercial transactions				
Staff	-	2.187,45	-	174,03
Short-term deposits (*)	-	104.514,49	-	362.390,75
Securities and deposits	80.745,08	-	80.837,16	-
Total loans and receivables for non-commercial transactions	80.745,08	106.701,94	80.837,16	362.564,78
Total	80.745,08	4.637.152,40	80.837,16	4.315.003,37

(*) Short-term deposits have a maturity to short-term and accrue a market interest rate.

Trade and other receivables include impairments due to insolvency risks, as detailed below:

	Amount
Accumulated impairment end of financial year 2022	623.486,55
Impairment losses on trade receivables	67.063,55
Accumulated impairment end of financial year 2023	690.550,10
Impairment losses on trade receivables	6.199,40
Accumulated impairment as of June 30, 2024	696.749,50

8.3) Financial assets at fair value with changes in equity

Corresponds to the investment made by the Group in the company "IBAN Wallet", a global platform that links investors and loan applicants, with leading rates for both. The investment amounts to 10.197,40 euros and corresponds to 0,38% of the share capital.

There are no assets as collateral for loans.

NOTE 9. FINANCIAL LIABILITIES

Detail of long-term financial liabilities, is as follows, in euros:

	Debts with credit institutions		Others liabilities		Total	
	30/06/2024	31/12/2023	30/06/2024	31/12/2023	30/06/2024	31/12/2023
Financial liabilities at amortised cost (Note 9.1)	3.714.565,65	4.491.564,12	989.522,83	989.522,83	4.704.088,48	5.481.086,95

Detail of short-term financial liabilities, is as follows, in euros:

	Debts with credit institutions		Others liabilities		Total	
	30/06/2024	31/12/2023	30/06/2024	31/12/2023	30/06/2024	31/12/2023
Financial liabilities at amortised cost (Note 9.1)	4.263.033,35	4.488.668,55	4.137.364,43	3.534.134,26	8.400.397,78	8.022.802,81

9.1) Financial liabilities at amortised cost

The breakdown as of June 30, 2024 and as of December 31, 2023 is as follows, in euros:

	Balance as of 30/06/2024		Balance as of 31/12/2023	
	Long-Term	Short-Term	Long-Term	Short-Term
For commercial transactions:				
Suppliers	-	2.810.402,47	-	1.987.124,34
Creditors	-	478.099,87	-	375.595,06
Advances from costumers	-	82.761,49	-	275.317,82
Total balances for commercial transactions	-	3.371.263,83	-	2.638.037,22
For non-commercial operations:				
Debts with credit institutions	3.714.565,65	4.263.033,35	4.491.564,12	4.488.668,55
Other debts	989.522,83	624.038,31	989.522,83	868.628,26
Debits and payable items	4.704.088,48	4.887.071,66	5.481.086,95	5.357.296,81
Staff (remuneration payable)	-	137.666,77	-	27.468,78
Total balances for non-commercial operations	4.704.088,48	5.024.738,43	5.481.086,95	5.384.765,59
Total	4.704.088,48	8.396.002,26	5.481.086,95	8.022.802,81

9.1.1) Debts with credit institutions

The breakdown of debts with credit institutions as of June 30, 2024 is as follows, in euros:

	A Short-Term	A Long-Term	Total
Loans	1.631.369,89	3.714.565,65	5.345.935,54
Credit policies	2.348.643,68	-	2.348.643,68
Advanced billing	283.019,78	-	283.019,78
	4.263.033,35	3.714.565,65	7.977.599,00

The breakdown of debts with credit institutions as of December 31, 2023 is as follows, in euros:

	A Short-Term	A Long-Term	Total
Loans	1.926.216,15	4.491.564,12	6.417.780,27
Credit policies	2.413.155,09	-	2.413.155,09
Advanced billing	149.297,31		149.297,31
	4.488.668,55	4.491.564,12	8.980.232,67

Loans

The detail of the bank loans as of June 30, 2024, expressed in Euros, is the following:

Loans	Last Maturity	Amount Granted	Pending at Closure
Loan 24 (*)	15/10/2025	78.375,60	18.807,60
Loan 45	30/04/2025	400.000,00	85.322,64
Loan 46	22/04/2025	400.000,00	85.455,92
Loan 47	08/04/2025	400.000,00	85.522,88
Loan 48	31/03/2026	500.000,00	177.135,80
Loan 49	09/07/2028	1.200.000,00	705.607,21
Loan 50	31/07/2028	3.200.000,00	1.887.045,98
Loan 51	09/10/2027	1.250.000,00	706.456,03
Loan 52	01/02/2028	400.000,00	247.430,45
Loan 53	18/09/2029	700.000,00	543.106,52
Loan 54	02/05/2028	330.000,00	265.128,21
Loan 56	04/06/2024	150.000,00	77.059,67
Loan 57	04/06/2028	250.000,00	169.849,66
Loan 58	24/03/2026	220.000,00	98.688,19
Loan 59	19/05/2028	200.000,00	160.965,56
Loan 60	15/07/2024	90.000,00	30.000,00
Loan 61	01/07/2024	2.353,22	2.353,22
		9.770.728,82	5.345.935,54

(*) It corresponds to a loan granted by the CDTI

The detail of the bank loans as of December 31, 2023, expressed in Euros, is the following:

Loans	Last maturity	Amount Granted	Pending at closure
Loan 24 (*)	15/10/2025	78.375,60	23.771,60
Loan 41	29/03/2024	250.000,00	13.086,82
Loan 42	12/04/2024	400.000,00	27.768,64
Loan 43	03/05/2024	300.000,00	26.100,64
Loan 44	04/06/2024	250.000,00	26.138,41
Loan 45	30/04/2025	400.000,00	136.006,99
Loan 46	22/04/2025	400.000,00	136.185,67
Loan 47	08/04/2025	400.000,00	136.275,27
Loan 48	31/03/2026	500.000,00	227.320,71
Loan 49	09/07/2028	1.200.000,00	790.924,37
Loan 50	31/07/2028	3.200.000,00	2.114.167,81
Loan 51	09/10/2027	1.250.000,00	809.810,19
Loan 52	01/02/2028	400.000,00	280.439,20
Loan 53	18/09/2029	700.000,00	587.580,81
Loan 54	02/05/2028	330.000,00	295.413,56
Loan 55	14/02/2024	260.000,00	162.174,31
Loan 56	04/06/2024	150.000,00	95.672,12
Loan 57	04/06/2028	250.000,00	190.167,68
Loan 58	24/03/2026	220.000,00	126.179,06
Loan 59	19/05/2028	200.000,00	179.263,07
Loan 60	15/01/2024	100.000,00	33.333,34
		11.238.375,60	6.417.780,27

(*) It corresponds to a loan granted by the CDTI

Credit Lines

As of June 30, 2024, the Group has credit policies granted with a total limit amounting to 2.511.150,00 euros (2.598.000,00 euros at the end of the previous year), which amount drawn at the aforementioned date is 2.348.643,68 euros (2.413.155,92 euros at the end of the previous year).

Lines of Effects and Import Advances

As of June 30, 2024, the Group has discount policies granted with a total limit amounting to 750.000 euros (500.000,00 euros at the end of the previous year), as of that date, no amount has been drawn (149.297,31 at the end of the previous year).

9.1.2) Other Financial Liabilities

Deferred payment for the acquisition of Lleidatrans PKI S.L.U.

On November 30, 2021, the Company has acquired 100% of the shares in the company Lleidatrans PKI, S.L.U. (previously Indenova, S.L.) for a price of 7.100.000 euros. The first three payments have been made for a total amount of 5.606.838,67 euros, with the remaining amount of 1.493.161,33 euros being deferred, which are pending payment as of June 30, 2024. A payment schedule has been established, dated November 30, 2024, and 2025 in cash (of which payments corresponding to November 2024, and 2025 are pending) and another payment schedule dated November 30, 2024 and 2025 consisting of a fixed amount which will be satisfied through the delivery of shares of the Parent Company of the Group (own shares).

Other debts

Other debts mainly comprise one loan held by the Group with the Institut Català de Finances (ICF), CDTI and former partners of the company Lleidanet PKI, S.L.U. The detail as of June 30, 2024 is as follows, in euros:

Entity	Last maturity	Amount granted	Pending At year end
Loan 3	26/03/2024	199.151,00	25.889,63
Loan 5	31/12/2023	217.000,00	64.971,46
Loan 6	31/12/2023	290.000,00	10.548,00
Loan 7	31/12/2023	162.000,00	12.893,31
		868.151,00	114.302,40

The detail at the close of fiscal year 2023 was as follows, in euros:

Entity	Last Maturity	Amount granted	Pending At year end
Loan 3	31/03/2024	199.151,00	25.889,63
Loan 4	23/01/2024	672.672,92	40.458,13
Loan 5	31/12/2023	217.000,00	63.568,43
Loan 6	31/12/2023	290.000,00	10.548,00
Loan 7	31/12/2023	162.000,00	12.893,31
		1.540.823,92	153.357,50

9.2) Other Information related to Financial Liabilities

a) Classification by Maturity Date

The breakdown of the maturity dates of the liability financial instruments as of June 30, 2024 is the following, in Euros:

	Maturity years					Total
	2024	2025	2026	2027	2028	
Financial debts:	4.263.033,35	1.332.992,25	1.176.311,58	1.017.742,56	187.519,26	7.977.599,00
Debts with credit institutions	4.263.033,35	1.332.992,25	1.176.311,58	1.017.742,56	187.519,26	7.977.599,00
Other financial liabilities:	624.038,31	503.638,50	-	-	485.884,33	1.613.561,14
Other debts	120.399,81	-	-	-	-	120.399,81
Deferred payment acquisition Lleidanet PKI, S.L.U.	503.638,50	503.638,50	-	-	485.884,33	1.493.161,33
Commercial creditors and other payable items:	3.513.326,12	-	-	-	-	3.513.326,12
Suppliers	2.810.402,47	-	-	-	-	2.810.402,47
Sundry creditors	482.495,39	-	-	-	-	482.495,39
Advances from customers	82.761,49	-	-	-	-	82.761,49
Staff	137.666,77	-	-	-	-	137.666,77
Total	8.400.397,78	1.836.630,75	1.176.311,58	1.017.742,56	673.403,59	13.104.486,26

The breakdown of the maturity dates of the liability financial instruments at the close of 2023 is the following, in Euros:

	Maturity years						More of 5 years	Total
	2024	2025	2026	2027	2028			
Financial debts:	4.488.668,55	1.462.916,90	1.225.979,93	1.148.743,56	565.275,63	88.648,10	8.980.232,67	
Debts with credit institutions	4.488.668,55	1.462.916,90	1.225.979,93	1.148.743,56	565.275,63	88.648,10	8.980.232,67	
Other financial liabilities:	868.628,26	503.638,50	-	-	485.884,33	-	1.858.151,09	
Other debts	162.625,04	0,00	-	-	-	-	162.625,04	
Deferred payment acquisition Lleidanet PKI, S.L.U.	706.003,22	503.638,50	-	-	485.884,33	-	1.695.526,05	
Commercial creditors and other payable items:	2.665.506,00	-	-	-	-	-	2.665.506,00	
Suppliers	1.987.124,34	-	-	-	-	-	1.987.124,34	
Sundry creditors	375.595,06	-	-	-	-	-	375.595,06	
Advances from customers	275.317,82	-	-	-	-	-	275.317,82	
Staff	27.468,78	-	-	-	-	-	27.468,78	
Total	8.022.802,81	1.966.555,40	1.225.979,93	1.148.743,56	1.051.159,96	88.648,10	13.503.889,76	

b) Breach of Contractual Obligations

No incidence has been produced in breach of the obligations relating to the loans received from third parties.

9.3) Guarantees

The Group has contracted guarantees with several financial institutions for a total amount of 612.569 euros, a standard instrument when signing an interconnection agreement.

The Group has no guarantees for loans, except for of Lleidanet PKI, S.L.U., where the former shareholders of the company are guarantors for certain loans.

NOTE 10. INFORMATION ON THE DEFERMENT OF PAYMENTS MADE TO SUPPLIERS. THIRD ADDITIONAL PROVISION. "DUTY TO INFORM" OF LAW 15/2010, OF JULY 5

As indicated in the third additional provision 'Duty to inform' of Law 15/2010, of July 5 (modified by Law 31/2014), to amend Law 3/2004 of December 29, by which are established measures to combat late payment in commercial transactions and with regard to the resolution January 29, 2016, of the Institute of Accounting and Audit Statements, about the information to include in the Notes to the Annual Accounts with regard to the average payment period to suppliers in commercial transactions, is as follows:

	Payments made and pending payment on the Closing Date Balance	
	Sixth month period ending on June 30, 2024	Sixth month period ending on June 30, 2023
Average payment period to suppliers	37,43	31,61
Ratio paid operations	44,13	34,09
Ratio of outstanding payment transactions	27,02	25,42

	Sixth month period ending on June 30, 2024 Amount	Sixth month period ending on June 30, 2023 Amount
Total payments	4.709.101,83	5.326.833,98
Total outstanding payments	3.041.283,83	2.133.025,59

	Period 2024 Amount	Period 2023 Amount
Monetary Volume Paid	1.399.039,55	2.466.067,60
% of total payments made	30%	46%
Number of invoices	853	1.314
% of total invoices	55%	62%

NOTE 11. INFORMATION ON THE NATURE AND LEVEL OF THE RISK FROM FINANCIAL INSTRUMENT

Group activities are exposed to various types of financial risk, most especially credit, liquidity and market risks (exchange rate, interest rate and other price risks).

11.1) Credit Risk

The Group's main financial assets are cash and cash balances, trade and other receivables and investments, which represent the Group's maximum exposure to credit risk in relation to financial assets.

The Group's credit risk is attributable mainly to its commercial debts. The amounts are reflected in the net balance of provisions for bad debts, estimated by the Parent Company's management based on the experience of previous years and its assessment of the current economic environment.

11.2) Liquidity Risk

The treasury department has a daily overview of the actual cash position and compares it with the weekly forecasts. The Group has ample short-term financial capacity, as reflected in the positive balances on credit accounts.

11.3) Market Risk

The general market situation in recent years has been unfavourable due to the difficult economic environment.

11.4) Exchange Rate Risk

The Group's main exchange rate risks are with the US dollar and the Colombian peso. The Group does not currently operate exchange rate insurance, although it is a variable that is being analysed for the future. The risk is low in the Group, as it has both expenses and revenues in these currencies, and therefore uses current accounts in these currencies to be able to match foreign currency payments with foreign currency receipts. In the event of a currency mismatch, the Group uses the spot market, always analysing the evolution of the currency one month in advance in order to be able to take advantage of the best moment for the exchange.

11.5) Interest Rate Risk

Changes in interest rates modify the fair value of assets and liabilities bearing a fixed interest rate as well as the future flows of assets and liabilities referenced to a variable interest rate.

The objective of interest rate risk management is to achieve a balance in the debt structure that will minimize the cost of debt over the multiannual horizon with a reduced volatility in the Consolidated Profit and Loss Account.

NOTE 12. EQUITY

12.1) Share Capital of Parent Company

12.1) Share Capital

As of December 31, 2023, and June 30, 2024, the share capital amounts to 320.998,86 euros and is represented by 16.049.943 registered shares of 0,02 euros nominal each, fully subscribed and paid up. These holdings enjoy equal political and economic rights.

As of June 30, 2024, as well as of December 31, 2023, there are no companies with a direct or indirect stake equal to or greater than 10% of the share capital.

Capital Increase

By virtue of the admission to trading on BME Growth, the Parent Company carried out the following transactions in its share capital:

- On June 1, 2015, a General Shareholders' Meeting resolved to split the shares of the Parent Company by reducing the par value of the shares by 60,10 euros at a nominal value of 0,02 euros per share. In this operation, 3.005 shares were generated for each old share, with the capital stock being formed by 11.812.655 shares with a nominal value of each share at nominal 0,02 euros each.
- On June 1, 2015, it was agreed by the General Shareholders' Meeting to modify the system of representation of the shares, transforming the nominative securities representing the shares in which the Parent Company's capital is divided into account entries.
- On June 1, 2015, it was resolved by means of a General Meeting of Shareholders to modify the transmission regime of the shares of the Parent Company, passing this transfer of shares to be free and not subject to consent or authorization by the Company nor by shareholders
- On June 1, 2015, it was agreed by the General Meeting of Shareholders to request the incorporation in the segment of Companies in Expansion of the Alternative Stock Market of all the shares representing the Parent Company.
- On September 30, 2015, it was agreed to increase the Parent Company's Capital Stock by 84.745,78 euros through the issuance of 4.237.288 shares with a nominal value of 0,02 euros and an issue premium of 1,16 euros per share. This extension is fully subscribed and disbursed.

12.2) Reserves

The breakdown for Reserves is as follows, in euros:

	30/06/2024	31/12/2023
Legal Reserve	64.199,77	64.199,77
Other Reserves	1.857.175,09	3.167.250,75
	1.921.374,86	3.231.450,52

12.3) Issue Premium

This reserve amounted to 5.244.344,28 euros, of which 329.090,20 euros arose as a result of the capital increase carried out in 2007 and 4.915.254,08 euros arose as a result of the capital increase carried out in the 2015 exercise for the departure of the Parent Company to the BME Growth. It has the same restrictions and can be used for the same purposes as voluntary reserves, including their conversion into share capital.

12.4) Own Shares

The Company's Shareholders' Meeting agreed on June 1, 2015, to authorize the Board of Directors for the derivative acquisition of treasury shares in the terms provided by current legislation. These acquisitions of own shares have been made through the liquidity provider GVC Gaesco Valores SV, S.A. At the shareholders' meeting on June 7, 2022, the allocation of funds for the treasury stock program is approved. ANDBANK SAU was appointed as manager for the acquisition of the first 500 thousand euros, in order to allocate it to the contractual obligations of Lleida.net regarding the acquisition of Lleidanet PKI, through which it was agreed to pay part of the purchase price deferred in shares of the parent company. Subsequently, on July 23, 2021, a new allocation of 500 thousand euros more was made, and together, 175.534 shares were purchased at an average price of 5,53 euros per share.

On September 29, 2021, the company changed its liquidity provider, appointing Solventis A.V., S.A. in which 30 thousand shares of the former liquidity provider Gaesco were transferred, and an additional 150 thousand euros were provided for the management of the company's treasury stock.

On January 5, 2024, the first payment in shares for the purchase of the company Lleida.net PKI is made, disbursing a total of 231.853 shares. Likewise, on June 18, 2024, the company appoints Solventis A.V., S.A. as the manager of a new treasury stock program for the acquisition of shares valued at 100.000 euros.

As of June 30, 2024, the Company holds treasury shares for an amount of 478.508,03 euros (1.448.058,18 euros at the end of the previous year) at an average cost price of 1,61 euros per share (2,75 euros per share in the previous year). Derived from the sales of shares that have been carried out in the current year, there has been a negative impact on the Company's reserves in the amount of 767 thousand euros, which is explained by the decrease in the trading price during 2024.

NOTE 13. FOREIGN CURRENCY

The most significant foreign currency balances as of June 30, 2024, totalled in euros and broken down into their foreign currency equivalent, are as follows:

	EUROS	USD	GBP	COP	DOP	BRL	CRC	CLP	AED	GTQ	PEN
CURRENT ASSETS	1.561.330,65	246.978,33	-	4.296.642.222,54	4.144.425,53	358.650,13	-	4.403.886,00	18.372,00	30.000,00	925.580,50
Trade debtors and other accounts receivable	1.191.310,18	201.426,53	-	3.408.112.199,57	3.066.761,51	18.652,87	-	1.100.330,00	7.660,00	-	744.682,89
Cash	370.020,47	45.551,80	-	888.530.022,97	1.077.664,02	339.997,26	-	3.303.556,00	10.712,00	30.000,00	180.897,61
CURRENT LIABILITIES	938.900,74	632.101,53	10.308,00	1.310.280.030,54	603.387,76	3.980,23	-	394.828,00	55.740,00	-	83.303,35
Trade creditors and other payable accounts	938.900,74	632.101,53	10.308,00	1.310.280.030,54	603.387,76	3.980,23	-	394.828,00	55.740,00	-	83.303,35

The most significant foreign currency balances as of December 31, 2023, totalled in euros and broken down into their foreign currency equivalent, are as follows:

	EUROS	USD	GBP	COP	BRL	DOP	PEN	CLP	GTQ	AED
CURRENT ASSETS	937.380,73	153.206,06	1.375,57	2.383.745.722,83	712.123,03	3.600.880,02	103.782,00	4.330.130,00	30.000,00	68.654,07
Trade debtors and other accounts receivable	584.600,62	148.864,05	1.375,57	1.599.699.444,80	21.109,02	2.896.327,73	77.396,00	1.060.610,00	-	19.933,47
Cash	352.780,11	4.342,01	-	784.046.278,03	691.014,01	704.552,29	26.386,00	3.269.520,00	30.000,00	48.720,60
CURRENT LIABILITIES	230.022,71	139.302,28	557,94	295.960.786,18	7.812,19	460.894,80	96.787,00	1.096.136,00	-	2.373,77
Trade creditors and other payable accounts	230.022,71	139.302,28	557,94	295.960.786,18	7.812,19	460.894,80	96.787,00	1.096.136,00	-	2.373,77

The most significant transactions carried out during the six-month period ended June 30, 2024, totalled in euros and broken down into the equivalent in foreign currency, are as follows:

	EUR	USD	GBP	CLP	COP	DOP	PEN	MXN	AED	AUD	JPY
Purchase and services received	484.692,03	289.653,49	17.379,76	500.154,00	293.405.281,29	919.003,38	301.828,10	175.208,52	101.996,68	1.000,00	163.100,00
Sales and services given	1.373.268,55	372.271,95	844,59	-	3.692.282.674,12	1.613.456,77	531.493,05	528,38	-	-	-

The most significant transactions carried out during the six-month period ended June 30, 2023, totalled in euros and broken down into the equivalent in foreign currency, are as follows:

	EUR	USD	GBP	CLP	COP	ZAR	DOP	PEN	PLN	MXN	AED	CAD	AUD	JPY
Purchase and services received	1.558.734,00	1.125.362,00	63.256,25	7.091.212,00	868.629.281,95	295,13	1.312.529,16	482.766,54	80.540,14	343.311,13		1.164,49	1.321	1.690.200,00
Sales and services given	2.690.167,32	850.038,80	1.375,57	-	5.172.273.859,43	-	2.936.279,43	3.107.107,65	-	4.004,96	4.649,37	-	-	-

NOTE 14. TAX SITUATION

The following is the breakdown of the balances with the Tax Authorities as of June 30, 2024 and December 31, 2023, in euros:

	30/06/2024		31/12/2023	
	Receivable	Payable	Receivable	Payable
Non-current:				
Deferred Tax Assets	640.680,51	-	595.580,62	-
Deferred tax liabilities	-	24.196,02	-	25.162,21
	640.680,51	24.196,02	595.580,62	25.162,21
Current:				
Value Added Tax	158.123,74	405.209,05	32.162,58	296.269,27
Subsidies receivable (*)	1.824,94	-	1.089,00	-
Income Tax retentions	-	105.695,87	-	174.943,25
Company Tax	1.085.814,00	3.409,71	1.158.179,03	-
Social Security bodies	484,16	115.956,32	3.470,00	142.096,02
	1.246.246,84	630.270,95	1.194.900,61	613.308,54

Tax Situation

In accordance with current legislation, tax payments cannot be considered final until they have been inspected by the tax authorities, or until the statute barring period of four years has passed.

As of June 30, 2024, the Group has open to tax inspection all the taxes to which it is subject from the financial year 2019 to the 2024 financial year. Consequently, as a result of possible inspections, additional liabilities could arise to those registered by the Group. However, the Directors of the Parent Company and its tax advisors consider that such liabilities, if they occur, would not be significant on the financial statements taken as a whole.

Profit Tax

The conciliation of the net amount of income and expenses for the six-month period ended June 30, 2024 of the Parent Company with the taxable income tax base is as follows:

Profit and Loss Account			
	<i>Increases</i>	<i>Decreases</i>	<i>Net effect</i>
Financial year's earnings (After taxes) (six-months)			619.373,29
Profit tax	-	(60.970,36)	(60.970,36)
Permanent differences	12.500,00	-	12.500,00
Taxable income (tax result)			570.902,93
Tax Losses			(570.902,93)
Taxable income (tax result)			0,00

The conciliation of the net amount of income and expenses for the six-month period ended June 30, 2023 of the Parent Company with the taxable income tax base is as follows:

Profit and Loss Account			
Financial year's earnings (After taxes) (six-months)			(680.835,97)
	<i>Increases</i>	<i>Decreases</i>	<i>Net effect</i>
Profit tax	-	(64.786,49)	(64.786,49)
Permanent differences	100.070,40	-	100.070,40
Taxable income (tax result)			(645.552,06)

The following are the calculations made with regard to the Group Tax to be paid, in Euros:

	2024 (6 months)	2023 (6 months)
Charge at 25 % of Taxable Income	-	(161.388,02)
Deductions		4.452,60
Net tax payable	-	(156.935,42)
Less: withholdings and payments	15.397,82	-
Tax payable	15.397,82	(156.935,42)

The main components of corporate income tax expense are as follows:

	2024 (6 months)	2023 (6 months)
Current tax	(5.858,35)	1.566,61
Deferred tax	60.970,36	64.786,49
Positive profit tax adjustments	(3.570,42)	(759,92)
Total	51.557,59	65.593,18

The movement of deferred taxes generated and cancelled during June 30, 2024 is detailed below in euros:

	Balance as of 31/12/2023	Generated	Cancelled	Balance as of 30/06/2024
Deferred tax assets:				
Tax credits	75.271,14	-	(15.870,47)	59.400,67
Deduction credits	520.309,48	60.970,36	-	581.279,84
Total	595.580,62	60.970,36	(15.870,47)	640.680,51

The movement of deferred taxes generated and cancelled during financial year 2023 is detailed below in euros:

	Balance at 31/12/2022	Generated	Cancelled	Balance at 31/12/2023
Deferred tax assets:				
Tax credits	71.093,81	4.177,33	-	75.271,14
Credits for deductions	403.221,32	117.088,17	-	520.309,49
Total	474.315,13	121.265,50		595.580,63

Credits for Tax Losses Carry Forward

The Group has activated the amount of the credit for tax bases of its investee companies Lleidanet Perú, Lleidanet Colombia and Lleidanet República Dominicana, since they comply with the requirements established by current regulations for their registration, and as there are no doubts about the capacity of generate future tax profits that allow their recovery.

As of June 30, 2024, the Group reports the following negative tax bases pending compensation amounting to 1.818.601,91 euros that have not been recognized and correspond to the Parent Company and Lleida.net PKI, S.L.U.

Deductions Pending Application

As of June 30, 2024, the Group has the following deductions to apply:

Year of Origin	Amount
2008	11.288,42
2009	172.071,08
2010	181.164,26
2011	214.961,29
2012	344.112,78
2013	428.680,64
2014	245.346,28
2015	369.824,03
2016	188.991,46
2017	180.537,92
2018	170.354,09
2019	163.214,66
2020	136.418,80
2021	236.841,13
2022	205.539,80
2023	64.786,49
2024	45.099,89
	3.359.233,02

NOTE 15. INCOME AND EXPENSES

a) Income, disaggregation of revenue from ordinary activities

The distribution of the net turnover corresponding to the Company's ordinary activities is shown below:

Business areas (figures in thousands of euros)	2024 (6 months)		2023 (6 months)	
	Euros	%	Euros	%
Contracting	1.588	16,58%	1.622	18,57%
Notification	1.032	10,78%	880	10,08%
Other SaaS	1.513	15,80%	1.705	19,52%
SMS Solutions	1.765	18,43%	1.664	19,05%
ICX Wholesale Solutions	3.678	38,41%	2.863	32,78%
Total	9.576	100,00%	8.734	100,00%

The distribution of revenue from the Company's ordinary activities by geographical market is shown below:

Geographic market description (thousand euros)	2024 (6 months)		2023 (6 months)	
	Euros	%	Euros	%
National	4.546	47,47%	4.680	53,58%
European Union	3.776	39,43%	1.952	22,35%
Rest of the World	1.254	13,10%	2.102	24,07%
Total	9.576	100,00%	8.734	100,00%

The distribution of revenue from the Company's ordinary activities, by type of contract, is shown below:

Type of contract (thousand euros)	2024 (6 months)	2023 (6 months)
Type of contract		
Fixed price contracts (*)	9.282	5.448
Variable contracts (**)	294	3.286
Total	9.576	8.734

(*) The prices offered to customers for each SaaS product, as well as the Wholesale prices offered in a specific period of time for a destination in the SMS, are considered fixed prices. Please note that all invoices issued are based on customer consumption.

(**) There are agreements with customers where the selling price is variable depending on the number of transactions made.

The distribution of revenue from the Company's ordinary activities, by contract term, is shown below:

During of contract (thousand euros)	2024 (6 months)	2023 (6 months)
Duration of contract		
Short-term contracts	-	-
Long-term contracts	9.576	8.734
Total (*)	9.576	8.734

(*) *The contracts signed by Lleida.net with its clients are normally for a period of one year with tacit renewal. We are not aware of any clients who have asked us to terminate the contract in the first year.*

The distribution of the net turnover corresponding to the Company's ordinary activities, by sales channels, is shown below:

Sales channels (thousand euros)	2024 (6 months)	2023 (6 months)
Sales channels		
Distributors or wholesalers	699	663
Retailers (*)	193	237
Direct sales	8.684	7.834
Total	9.576	8.734

(*) *Retailers are customers who buy our products online.*

There are invoices to be issued, mainly for interconnection customer consumption in June 2024, which are invoices issued in July 2024.

There are no significant payment terms. The usual method of collection is by transfer, either on demand or 30 days after the invoice date.

There are no returns as there is no tangible asset. As for guarantees, they are those inherent to the service established by standard contract.

b) Supplies

The staff expenses as in the Profit and Loss Account are composed as follows, in euros:

	2024 (6 months)	2023 (6 months)
Consumption of merchandise		
Domestics	1.658.553,03	1.790.971,27
Intra-Community Acquisitions	1.756.043,53	1.310.503,26
Imports	1.118.341,98	639.017,93
Total	4.532.938,54	3.740.492,46

c) Staff expenses

The staff expenses as in the Consolidated Profit and Loss Account are composed as follows, in euros:

	2024 (6 months)	2023 (6 months)
Social Security contributions	579.680,18	679.629,64
Other welfare costs	57.594,52	78.229,88
	637.274,70	757.859,52

d) Financial Results

This heading in the Consolidated Profit and Loss Account is composed as follows, in Euros:

	2024 (6 months)	2023 (6 months)
Financial incomes	5.592,02	1.266,36
Other financial incomes	5.592,02	1.266,36
Financial expenses	(120.121,48)	(67.184,23)
For debts with credit institutions	(120.121,48)	(67.184,23)
Exchange differences	(13.824,38)	(10.876,17)
Gains (losses) on disposals and other	-	-
Financial Result Positive / (Negative)	(128.353,84)	(76.794,04)

NOTE 16. INFORMATION ON THE ENVIRONMENT

The Group has no assets, nor has it incurred expenses, aimed at minimizing the environmental impact and protecting and improving the environment. There are likewise no provisions for risks and expenses and no contingencies relating to protection and improvement of the environment.

NOTE 17. SUBSEQUENT EVENTS

Subsequent to June 30, 2024, and up to the date of preparation of this Management Report, the Group has carried out a stock buyback program in its parent company that ended on July 8, 2024, during which 80.644 shares were acquired at a cost of 99.971 euros. Following this program, the percentage of treasury shares of the company increased to 2.34%.

No additional subsequent events have occurred beyond those already mentioned in the explanatory notes of the annual accounts and in the previous point, which would reveal circumstances that existed as of June 30, 2024, and that, due to their economic significance, should lead to adjustments in the Financial Statements or modifications in the information contained in the explanatory notes.

There are also no other subsequent events, different from those already mentioned in the explanatory notes, that demonstrate conditions that did not exist as of June 30, 2024, and that are of such significance that they would require additional information in the explanatory notes of the annual accounts.

NOTE 18. CONSOLIDATED EARNINGS

The following is the breakdown as of June 30, 2024 of the Consolidated Earnings in Euros:

Subsidiary	Individual Earnings of the Companies	Shareholding	Earnings Attributed to Parent Company	Earnings Attributed to Minority Interests
Lleidanetworks Serveis Telemàtics, S.A.	619.373,29		619.373,29	-
Lleidanetworks Serveis Telemàtics, LTD	(7.840)	100%	(7.840)	-
Lleidanet USA Inc	5.107,95	100%	5.107,95	-
Lleidanet Honduras, SA	-	70%	-	-
Lleidanet Dominicana, SRL	6.533,22	99,98%	6.531,91	1,31
Lleida SAS	28.129,35	100%	28.130,01	-
Lleida Chile SPA	(4.940,22)	100%	(4.940,22)	-
Lleidanet do Brasil Ltda	(6.160,24)	99,99%	(6.160,24)	(0,62)
Lleidanet Guatemala	-	80%	-	-
Portabilidades Españolas, S.A.	-	100%	-	-
Lleidanet Costa Rica	248,94	100%	248,94	-
Lleidanet Perú	(23.769,33)	100%	(23.769,33)	-
Lleida Information Technology Network Services	(51.363,47)	49%	(25.168,10)	(26.195,41)
Lleidanet PKI, S.L.	(29.350,58)	100%	(29.350,58)	-
	535.968,91		562.163,63	(26.194,72)

The following is the breakdown for financial of June 30, 2023 of the Consolidated Earnings in Euros:

Subsidiary	Individual Earnings of the Companies	Shareholding	Earnings Attributed to Parent Company	Result attributed to External Partners
Lleidanetworks Serveis Telemàtics, S.A.	(680.835,97)	-	(680.835,97)	-
Lleidanetworks Serveis Telemàtics, LTD	25.915,17	100%	25.915,97	-
Lleidanet USA Inc	1.838,45	100%	1.838,45	-
Lleidanet Honduras, SA	-	70%	-	-
Lleidanet Dominicana, SRL	1.871,91	99,98%	1.876,49	(4,58)
Lleida SAS	55.188,17	100%	55.188,17	-
Lleida Chile SPA	(1.153,41)	100%	(1.153,41)	-
Lleidanet do Brasil Ltda	(336,06)	99,99%	(336,03)	(0,03)
Lleidanet Guatemala	-	80%	-	-
Portabilidades Españolas, S.A.	-	100%	-	-
Lleidanet Costa Rica	(13,89)	100%	(13,89)	-
Lleidanet Perú	(18.876,10)	100%	(18.876,10)	-
Lleida Information Technology Network Services	(42.297,23)	49%	(20.725,64)	(21.571,59)
Lleidanet PKI SL (antes Indenova, S.L.)	22.372,83	100%	22.372,83	-
Lleidanet South Africa	(604,68)	100%	(604,68)	-
	(636.930,81)		(615.353,81)	(21.576,20)

The adjustments made to the Earnings associated to Parent Company as of June 30, 2024 is as follows:

Individual earnings attributed to Parent Company	562.163,59
Consolidation adjustments:	
Goodwill amortisation	(223.654,98)
Total	338.508,61

The adjustments made to the Earnings associated to Parent Company as of June 30, 2023 was as follows:

Individual earnings attributed to Parent Company	(615.353,81)
Consolidation adjustments:	
Goodwill amortisation	(223.655,04)
Total	(839.008,85)

NOTE 19. LONG-TERM PROVISIONS

The group has an ongoing administrative file, and a provision of 200.000 euros has been included in 2023, corresponding to the total proposed sanction, which has been reclassified as short-term this year

NOTE 20. TRANSACTIONS WITH RELATED PARTIES

20.1) Balances and Transactions with the Directors of the Parent Company and Senior Executives

The remuneration accrued during the six months ended on June 30, 2024 by the Board of Directors of the Parent Company amounted to 49.500,00 euros. In the six-month period ended on June 30, 2023, remuneration accrued by the Board of Directors of the Parent Company amounted to 63.000,00 euros.

Senior Management duties are performed by three members of the same Board of Directors (three members in the six months ended on June 30, 2024), with remuneration amounting to 153.946,20 euros in wages and salaries (152.340,01 euros in the six months ended on June 30, 2023) and 7.279,74 euros in other remuneration (9.597,27 in the six months ended on June 30, 2023).

As of June 30, 2024, and December 31, 2023, there are no loans or advances to the Parent Company's Board of Directors, as well as commitments for pension supplements, guarantees or sureties granted in its favour.

Other Information Regarding the Board of Directors

Pursuant to the Capital Companies Law, it is reported that the members of the Parent Company's Management Body do not hold interests in other companies with the same, similar or complementary corporate purpose.

In accordance with the above-mentioned Law Capital Companies, it is also reported that the members of the Board have carried out no activity, on their own behalf or on behalf of others, with the Group, which may be considered to be not in accordance with normal trading and not carried out under normal market conditions.

NOTE 21. OTHER INFORMATION

The average number of persons employed during the six months ended 30 June 2024 and 2023, by category, is as follows:

	2024	2023
Senior Executives	3	3
Administration	6,55	7,88
Commercial	17,61	23,53
Human Resources	2	3,55
Production	80,03	96,01
Customer service	7	8,07
Business development	8	9,96
Compliance	3,45	6
Maintenance	0,88	-
Intellectual Property	1	1
TOTAL	129,52	159,00

The distribution of staff at the end of each six-month period ending 30 June 2024, by category and gender, is as follows:

2024				
	Hombres	Mujeres	Total	Discapacidad mayor o igual al 33%
Senior Executives	1	2	3	-
Administration	3	5	8	1
Commercial	7	10	17	1
Production	64	16	80	-
Maintenance	-	2	2	-
Customer service	1	6	7	-
Business development	3	5	8	-
Compliance	1	3	4	-
Human Resources	-	2	2	-
Intellectual Property	1	-	1	-
TOTAL	81	51	132	2

The distribution of staff at the end of each six-month period ending 30 June 2023, by category and gender, is as follows:

2023				
	Hombres	Mujeres	Total	Discapacidad mayor o igual al 33%
Senior Executives	1	2	3	-
Administration	3	4,55	7,55	1
Commercial	10	13,75	23,75	1
Production	77	20,38	97,38	-
Maintenance	-	0,88	0,88	-
Customer service	1	7,07	8,07	-
Business development	3,30	6,96	10,26	-
Compliance	1	5	6	-
Human Resources	-	2,55	2,55	-
Intellectual Property	-	-	-	-
TOTAL	96,30	63,14	159,44	2

The amount of fees accrued for the individual and consolidated audit services of the Interim Consolidated Financial Statements corresponding to the six-month period ended on June 30, 2024 has amounted to 26.750 euros (25.700 euros in the 6-month period ended on 30 June 2023).

It is reported that the Parent Company has paid during the year the premium corresponding to the civil liability policy that would eventually cover damages caused to third parties due to acts or omissions related to the performance of its duties. The amount of the premium amounted to 76.942,52 euros (72.904,77 euros in the previous year).

NOTE 22. GOODWILL ON CONSOLIDATION

Details of goodwill in consolidation as of June 30, 2024 are as follows, in euros:

	Cost 30/06/2024	Amortisation 30/06/2024	Impairment 30/06/2024	Net Value 30/06/2024
Cost:				
Lleidanet PKI, S.L.	4.688.429,58	(1.220.460,66)	(190.207,60)	3.277.761,32
Goodwill on consolidation	4.688.429,58	(1.220.460,66)	(190.207,60)	3.277.761,32

Details of goodwill in consolidation existing as of December 31, 2023, is as follows, in euros:

	Cost 31/12/2023	Amortisation 31/12/2023	Impairment 31/12/2023	Net Value 31/12/2023
Cost:				
Lleidanet PKI SL (before Indenova, S.L.)	4.688.429,58	(996.805,65)	(190.207,60)	3.501.416,33
Goodwill on consolidation	4.688.429,58	(996.805,65)	(190.207,60)	3.501.416,33

The Board of Directors of the Parent Company has conducted an analysis of the recoverability of the previously mentioned consolidation goodwill, for which cash flows based on sales projections for the period 2024-2028 have been employed. According to Management, these projections are based on the budget for 2024, the degree of compliance with it as of the date of preparation of these Consolidated Interim Financial Statements, and Management's best expectations for the business through 2028 for the corresponding analysis of potential impairments as of June 30, 2024. A sales growth of 13,2%, 20%, 17,5%, 15%, and 13% has been estimated for each of the subsequent 5 years, respectively. Additionally, the cash flows have been discounted using the after-tax weighted average cost of capital. The discount rate applied has been 15,3%, and a perpetual rent of 2% has been estimated.

In light of the above, the Board of Directors of the Parent Company considered impairing the consolidation goodwill in the fiscal year 2023 by an amount of 190.000 euros (see Note 5) based on the expected generation of cash flows for the upcoming years from said subsidiary.

**GROUP LLEIDANETWORKS SERVEIS
TELEMÀTICS, S.A. AND SUBSIDIARIES**

**CONSOLIDATED DIRECTORS' REPORT FOR
THE SIX-MONTH PERIOD ENDED AS OF JUNE 30, 2024**

**GROUP LLEIDANETWORKS SERVEIS
TELEMÀTICS, S.A. AND SUBSIDIARIES**

**CONSOLIDATED DIRECTORS' REPORT FOR
THE SIX-MONTH PERIOD ENDED ON JUNE 30, 2024**

In compliance with the provisions of the Capital Companies Law, the directors then present the director's report for the year, in order to complement, expand and comment on the balance sheet, profit and loss account and the corresponding report for the first half of the year 2024.

1. BUSINESS EVOLUTION

The group has managed to increase its sales by 10% during this first semester compared to the same semester of the 2023 fiscal year.

We have a considerable change in the mix where sales of ICX Wholesale Solutions account for 38% of total sales in 2024, compared to 32% in 2023.

<i>Sales by business unit (thousand euros)</i>	2023 (6 month)	2024 (6 month)	YoY €	YoY %
Contracting	1.622	1.588	-34	-2%
Notification	880	1.032	152	17%
Other SaaS	1.705	1.513	-192	-11%
SMS Solutions	1.664	1.765	101	6%
ICX Wholesale Solutions	2.863	3.678	815	28%
Total	8.734	9.576	842	10%

The wholesale market, despite being a mature market characterized by reduced margins, has a strong brand image with Lleida.net, which is recognized by its customers, as evidenced by a 28% increase in sales. Our strategy in this business line focuses on maintaining margins per sale.

We also have growth in sales from the SMS Solutions line, aimed at our national customers, which has increased its sales by 101.000 euros due to the quality of the product and the trust of our clients.

The SaaS line has shown diverse developments. Contract sales are nearing 1,6 million euros, driven by individually configurable standard circuits for customers. Our strategy focuses on increasing the number of standard users, which require fewer technical resources and offer greater profitability. Additionally, we have directed our commercial strategy towards sector-specific verticals, offering standard Click&Sign solutions that allow processes to be replicated across various transactions. This approach has had a progressive impact on our sales, as it simplifies processes that are more cost-effective than custom developments, resulting in higher profitability and a larger potential market.

Within Other SaaS, we include service licenses as well as all email verification transactions, timestamps, phone numbers, and identity checks. We have seen a decrease this semester of 11%, amounting to 192.000 euros, mainly due to the non-renewal of unprofitable contracts, changing the commercial focus towards more transactional billing and less custom development, which had lower margins.

<i>Income Statement (thousand euros)</i>	2023 (6 month)	2024 (6 month)	YoY €	YoY %
Net turnover	8.734	9.576	842	10%
Supplies	(3.740)	(4.533)	793	21%
Gross margin	4.994	5.043	49	1%
Staff expenses	(3.386)	(2.840)	(546)	-16%
Other operating expenses	(1.811)	(1.333)	(478)	-26%
Capitalization	444	518	74	17%
EBITDA	241	1.388	1.147	476%
Other operating income	26	46	20	77%
Amortization	(1.039)	(1.041)	(2)	0%
Other earnings	0	0 -	-	
Operating earnings	(7)	(4)	3	43%
Net Financial earnings	(779)	389	1.168	150%
Exchange differences	(66)	(114)	48	73%
Pre-tax earnings	0	0	0 -	
Profit tax	(11)	(14)	3	27%
Financial year's earnings	(856)	261	1.117	130%

The gross margin on sales increases by 1% in absolute figures, derived from the relative weight of Wholesale sales with a lower margin on total sales.

In December 2023, the Group carried out an employment regulation process, which has reduced the average workforce by 26% during the semester compared to the same period in 2023. Custom-made work, which requires more labour, has been part of the focus of this strategy. In the long term, we aim to decrease the revenue associated with these customized processes, gradually compensating with the increase in standard products. This transition will free up resources, allowing us to develop new functionalities and improve operational efficiency. As a result, personnel costs have decreased by 16%. Expenses for external services have been reduced to 1,3 million euros, representing a decrease of 26% compared to the same period in 2023. This saving is the result of a thorough analysis of each item, aimed at optimizing both participation in fairs and business trips. Additionally, the recovery plan has been key in reducing costs by eliminating rental fees, consultants, insurance, and any other expenses that could be optimized.

The semi-annual EBITDA stands at 1.388 thousand euros, increasing by 476% compared to the same period last year. This increase is due to both sales growth and cost reduction, demonstrating that the Lleida.net group has returned to profitability. The operating result is 389 thousand euros, increasing by more than 1 million euros compared to the first six months of 2023. Finally, the result before taxes is 261 thousand euros, representing a 130% increase compared to the same period last year.

2. IMPORTANT DEVELOPMENTS AFTER THE CLOSURE

Subsequent to June 30, 2024, and up to the date of preparation of this Management Report, the Group has carried out a share buyback program in its parent company, which concluded on July 8, 2024, during which 80.644 shares were acquired for a total expenditure of 99.971 euros. Following this program, the percentage of treasury stock of the company stands at 2,34%.

No additional events have occurred beyond those already mentioned in the explanatory notes of the annual accounts and the previous point, which would reveal circumstances that existed as of June 30, 2024, and that, due to the significance of their economic impact, would necessitate adjustments in the Financial Statements or modifications in the information contained in the explanatory notes.

There are also no other subsequent events, different from those already mentioned in the explanatory notes, that demonstrate conditions that did not exist as of June 30, 2024, and that are of such significance that they require additional information in the explanatory notes of the annual accounts

3. PROBABLE EVOLUTION OF THE GROUP

The forecasts for fiscal year 2024 are to increase sales of the Group's standard SaaS products, specifically notification and electronic contracting. It will allow an increase in the gross margin and thanks to the containment of expenses we will achieve a higher EBIDTA.

4. R&D ACTIVITIES

In the first half of 2024, the Group has invested 518 thousand euros in research activities aimed mainly at the Group's certification line and hybrid products together with the technology of Lleida.net PKI, S.L.

5. OPERATIONS WITH OWN SHARES

According to the regulations established by BME Growth and Euronext Growth, the company signed a liquidity agreement with the placement bank upon its market debut. This agreement stipulates both the delivery of a certain amount of its own shares and the deposit of a cash amount. The objective of this contract is to allow investors to trade the company's shares, ensuring that anyone interested has the opportunity to buy or sell shares.

As of June 30, the company had 297.198 shares valued at 478.508,03 euros on that date, which accounted for 1,85% of the shares of Lleidanetworks Serveis Telemàtics, S.A.

6. FINANCIAL INSTRUMENTS

During 2024, the Group is not exposed to significant exchange rate risk, therefore it does not carry out operations with exchange rate financial instruments.

The treasury department has a daily view of the actual treasury situation and compares it with the weekly forecasts made. The Group has a comfortable short-term financial capacity, as reflected by the positive balances in the credit accounts.

In the face of global uncertainties, such as the spread of COVID-19, the Group has achieved the collaboration of financial institutions to sign new financing agreements, both short and long term.

The main exchange rate risks that the Group has are with the dollar and the Colombian peso.

The group does not currently operate with exchange rate insurance, although it is a variable that is being analyzed for the future. The risk is reduced in the group, because we have both expenses and income in those currencies, so we use checking accounts in those currencies to be able to meet payments in foreign currency with collections in foreign currency. When we have a currency defect, we go to the spot market, always analyzing the evolution of the currency a month in advance to be able to take advantage of the best moment for the exchange.

7. DEFERRALS OF PAYMENT TO SUPPLIERS

Information regarding deferrals of payment to suppliers is shown in the Financial Statements in Note 10.

* * * * *

**PREPARATION OF THE INTERIM CONSOLIDATED
FINANCIAL STATEMENTS AND DIRECTORS' REPORT**

In compliance with company law, the Board of Directors of **LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A.** draws up the Interim Consolidated Financial Statements and the Consolidated Directors' Report for the period that ends on June 30, 2024. Both of them are comprised in the attached pages number 1 to 57.

Lleida, October 21st, 2024
The Board of Directors



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por 40897755Y
FRANCISCO JOSE
SAPENA
(R:A25345331)

Mr. Francisco Sapena Soler
Chairman and Chief Executive Officer

NOMBRE
GALLARDO
MESEGUER
MARCOS - NIF
52423593S

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por NOMBRE GALLARDO
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NIF 52423593S
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Mr. Marcos Gallardo Meseguer
Secretary

PEREZ SUBIAS
MIGUEL -
17147802Z

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Mr. Miguel Pérez Subias
Independent Director

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CASTILLO, ANTONIO (AUTENTICACIÓN)
Fecha: 2024.10.21 22:20:06 +02'00'

Mr. Antonio López del Castillo
Independent Director

Firmado por CARBONELL SEBARROJA
JORDI - ***9668** el día
21/10/2024
con un certificado emitido por
AC FNMT Usuarios

Mr. Jordi Carbonell i Sebarroja
Independent Director

ARRATE MARIA
USANDIZAGA
RUIZ - DNI
44558454W

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ARRATE MARIA
USANDIZAGA RUIZ - DNI
44558454W
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Mrs. Arrate María Usandizaga Ruíz
Executive Director

Firmado por SAINZ DE VICUÑA BARROSO
JORGE - ***1181** el día 21/10/2024 con un
certificado emitido por inDenova SUB CA 003

D. Jorge Sainz de Vicuña
Independent Director

BEATRIZ CARMEN
GARCIA TORRE -
DNI 43749850D

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BEATRIZ CARMEN GARCIA
TORRE - DNI 43749850D
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Mrs. Beatriz García Torre
Executive Director

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LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A.

BALANCE SHEETS AS OF
JUNE 30, 2024 AND DECEMBER 31, 2023

(Expressed in Euros)

ASSETS	30/06/2024	31/12/2023
NON-CURRENT ASSETS	10.719.325,61	10.788.459,33
Intangible assets	3.494.635,88	3.533.994,19
Research	2.048.016,01	2.058.330,60
Industrial property	813.578,16	757.911,63
Computer applications	108.709,37	132.386,06
Other intangible asset	524.332,34	585.365,90
Tangible fixed assets	423.419,03	473.750,72
Land and buildings	140.885,80	143.440,41
Technical installations and other tangible fixed assets	225.152,63	272.929,71
Fixed assets under construction and advances	57.380,60	57.380,60
Investments in long-term group companies and associates	6.170.680,82	6.215.413,90
Equity instruments in group companies and associates	5.009.265,28	5.009.265,28
Credits to group and associated companies	1.161.415,54	1.206.148,62
Long-term financial investments	49.310,04	44.991,04
Equity instruments	10.197,40	10.197,40
Other financial assets	39.112,64	34.793,64
Deferred Tax Assets	581.279,84	520.309,48
CURRENT ASSETS	5.247.699,63	4.674.000,18
Trade and other receivables	3.567.019,18	3.254.877,06
Client receivables for sales and services	3.131.139,15	2.424.901,12
Clients, group companies and associates	337.115,87	702.232,04
Sundry debtors	79.678,76	83.176,98
Staff	2.187,45	-
Current tax assets	15.538,25	40.007,92
Other receivables from Public Authorities	1.359,70	4.559,00
Short-term investments in group companies and associates	797.531,49	485.801,18
Short-term loans to group and associated companies	797.531,49	485.801,18
Short-term financial investments	104.514,49	362.373,00
Other financial assets	104.514,49	362.373,00
Accruals	168.416,65	242.948,75
Cash and cash equivalents	610.217,82	328.000,19
Cash	610.217,82	328.000,19
TOTAL ASSETS	15.967.025,24	15.462.459,51

LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A.

BALANCE SHEETS AS OF
JUNE 30, 2024 AND DECEMBER 31, 2023

(Expressed in Euros)

EQUITY AND LIABILITIES	30/06/2024	31/12/2023
EQUITY	3.769.894,60	2.954.368,29
Equity	3.769.894,60	2.954.368,29
Capital	320.998,86	320.998,86
Share Capital	320.998,86	320.998,86
Issue Premium	5.244.344,28	5.244.344,28
Reserves	1.855.406,52	2.628.803,65
Legal and statutory	64.199,77	64.199,77
Other Reserves	1.791.206,75	2.564.603,88
(Shares and own holdings in equity)	(478.508,03)	(1.448.058,18)
Prior year's results	(3.791.720,32)	(1.043.451,96)
Financial year's earnings	619.373,29	(2.748.268,36)
NON-CURRENT LIABILITIES	4.379.089,46	5.260.440,53
Long-term debts	4.379.089,46	5.260.440,53
Long-term provisions	8.474,45	200.000,00
Debts with credit institutions	3.381.092,18	4.070.917,70
Other financial liabilities	989.522,83	989.522,83
CURRENT LIABILITIES	7.818.041,18	7.247.650,69
Short-term provisions	222.354,51	40.235,36
Short-terms debts	3.919.527,77	4.270.099,32
Debts with credit institutions	3.408.771,87	3.556.264,52
Other financial liabilities	510.755,90	713.834,80
Trade and other payables	3.676.013,74	2.937.226,01
Suppliers	2.730.225,13	1.831.102,39
Suppliers, group companies and associates	19.665,93	238.463,03
Sundry creditors	291.392,77	230.818,10
Staff (remuneration payable)	84.345,15	1.229,00
Other debts with Public Authorities	473.683,81	361.825,36
Advances from clients	76.700,95	273.788,13
Accruals	145,16	-
TOTAL EQUITY AND LIABILITIES	15.967.025,24	15.462.459,51

LLEIDANETWORKS SERVEIS TELEMÀTICS, S.A.

INCOME AND EXPENSES STATEMENT FOR THE
SIX-MONTH PERIOD ENDED ON JUNE 30, 2024
AND THE SIX-MONTH PERIOD ENDED ON JUNE 30, 2023

(Expressed in Euros)

PROFIT AND LOSS ACCOUNTS	2024 (6 meses)	2023 (6 meses)
Net turnover	8.066.751,25	6.973.670,06
Net sales	8.066.751,25	6.973.670,06
Work performed by the Company for its assets	381.995,64	290.376,76
Supplies	(4.489.111,19)	(3.683.823,96)
Goods consumed	(4.489.111,19)	(3.683.823,96)
Other operating income	11.569,30	50.460,16
Accessory income and other current management income	11.569,30	49.734,77
Operating subsidies incorporated into results	-	725,39
Staff expenses	(1.847.882,05)	(2.295.322,20)
Wage, salaries and the like	(1.391.469,62)	(1.734.322,29)
Fringe benefits	(456.412,43)	(560.999,91)
Other operating expenses	(983.162,52)	(1.450.434,12)
External charges for services	(960.890,95)	(1.394.483,58)
Taxes	(21.642,21)	(24.296,83)
Losses, Impairment and change in trade provisions	(629,36)	(31.653,71)
Amortization of fixed assets	(524.494,98)	(562.810,14)
Impairment and results of disposals of fixed assets	-	-
Other earnings	54,51	(70.000,00)
OPERATING EARNINGS	615.719,96	(747.883,44)
Financial income	32.804,67	21.846,15
Income from marketable securities and other instruments financial, group companies and associates	27.230,31	20.600,91
Other income from marketable securities and other financial instruments of third parties	5.574,36	1.245,24
Financial expenses	(90.604,52)	(42.600,70)
For debts with third parties	(90.604,52)	(42.600,70)
Exchange differences	482,82	23.015,53
Impairment and results from disposals of financial instruments	-	-
Impairments and losses	-	-
FINANCIAL EARNINGS	(57.317,03)	2.260,98
PRE-TAX EARNINGS	558.402,93	(745.622,46)
Profit tax	60.970,36	64.786,49
EARNINGS FOR THE FINANCIAL YEAR FROM ONGOING OPERATIONS	619.373,29	(680.835,97)
FINANCIAL YEAR'S EARNINGS	619.373,29	(680.835,97)