



Interim Financial Statements and
Independent Auditors' Review Report

Mermeren Kombinat AD, Prilep

30 June 2024

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Independent Auditors' Review Report

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To the Management and Shareholders of
Mermeren Kombinat AD, Prilep

Report on interim financial statements

Introduction

We have reviewed the accompanying interim financial statements consisting of Statement of financial position of Mermeren Kombinat AD, Prilep ("the Company") as at 30 June 2024 and the related statements of comprehensive income, changes in equity and cash flows for the six - month period then ended and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these interim financial statements in accordance with International Accounting Standard 34, 'Interim financial reporting'. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements do not present fairly, in all material respects, the financial position of the Company as at 30 June 2024, and its financial performance and its cash flows for the six – month period that ended in accordance with International Accounting Standard 34.

Marjan Andonov
Director
Grant Thornton DOO, Skopje

Marjan Andonov
Certified auditor

Skopje, 26 September 2024

Interim financial statements
30 June 2024

Statement of Financial Position

		(Amounts in EUR)		
	Notes	30 June 2024	30 June 2023	31 December 2023
Assets				
Non-current assets				
Property, plant and equipment	9	13,911,672	15,247,471	14,676,737
Intangible assets	10	843,763	1,049,827	949,414
		14,755,435	16,297,298	15,626,151
Current assets				
Inventories	11	5,804,328	5,588,554	5,158,618
Trade and other receivables	12	11,299,289	9,314,463	10,268,403
Income tax receivables		-	131,153	88,282
Financial receivables	13	3,053,671	8,523,257	3,038,529
Cash and cash equivalents	14	9,126,627	8,512,545	3,041,213
		29,283,915	32,069,972	21,595,045
Total assets		44,039,350	48,367,270	37,221,196
Equity				
Shareholders' equity				
Share capital	15.1	4,686,858	4,686,858	4,686,858
Other components of equity	15.2	14,748,413	18,551,673	15,588,060
Retained earnings		10,917,915	23,832,714	15,381,056
Total shareholders' equity		30,353,186	47,071,245	35,655,974
Liabilities				
Non-current liabilities				
Financial lease	16	33,591	-	41,105
		33,591	-	41,105
Current liabilities				
Financial lease	16	14,931	-	14,947
Trade and other payables	17	13,174,506	1,216,537	1,406,358
Tax payables	18	463,136	79,488	102,812
		13,652,573	1,296,025	1,524,117
Total liabilities		13,686,164	1,296,025	1,565,222
Total liabilities and shareholders' equity		44,039,350	48,367,270	37,221,196

These interim financial statements have been approved by the Board of Directors on 26 September 2024,

Signed on its behalf by,

Lazaros Pantelidis

Chairman

Vasileios Anagnostou

Chief Executive Officer

Jasna Azhievska

Chief Financial Officer

Interim financial statements
30 June 2024

Statement of Comprehensive Income

		(Amounts in EUR)		
	Note	Six - month period ended 30 2024	June 2023	Year ended December 31 2023
Sales	19	15,095,471	13,105,445	29,264,415
Cost of sales	20	(4,576,373)	(4,862,486)	(10,229,259)
Gross profit		10,519,098	8,242,959	19,035,156
Administrative and selling expenses	21	(1,790,035)	(1,666,643)	(4,115,995)
Other operating income	23	19,706	5,871	20,006
Operating profit		8,748,769	6,582,187	14,939,167
Finance income	24	82,325	172,631	264,701
Finance costs	24	(94,016)	(136,463)	(298,273)
Finance (costs), net		(11,691)	36,168	(33,572)
Profit before income tax		8,737,078	6,618,355	14,905,595
Income tax (expense)	25	(899,722)	(428,066)	(1,207,173)
Profit for the period		7,837,356	6,190,289	13,698,422
Other comprehensive income:				
Items that will not be reclassified subsequently to profit and loss				
Translation differences	15,2	(11,412)	(94,270)	11,064
Other comprehensive income for the period, net of tax		(11,412)	(94,270)	11,064
Total comprehensive income		7,825,944	6,096,019	13,709,486
Profit attributable to the holders of ordinary shares		7,837,356	6,190,289	13,698,422
Total comprehensive income attributable to the holders of ordinary shares		7,825,944	6,096,019	13,709,486
Earnings per share (expressed in Euros per share):	27			
Basic earnings per share				
- Earnings from continuing operations		1.67	1.32	2.92
- Earnings from discontinued operations		-	-	-
Total		1.67	1.32	2.92
Diluted earnings per share				
- Earnings from continuing operations		1.67	1.32	2.92
- Earnings from discontinued operations		-	-	-
Total		1.67	1.32	2.92
EBITDA		9,919,414	7,681,115	17,205,859

Interim financial statements
30 June 2024

Statement of Changes in Equity

	(Amounts in EUR)			
	Share capital	Other components of the equity	Retained earnings	Total
At 1 January 2024	4,686,858	15,588,060	15,381,056	35,655,974
<u>Transactions with owners (Note 15.2):</u>				
Transfer of profit from investment reserves to retained earnings	-	(772,929)	772,929	-
Transfer of revaluation reserves on disposed and sold tangible assets	-	(55,306)	49,776	(5,530)
Dividends declared (Note 15.6)	-	-	(13,123,202)	(13,123,202)
Total transactions with owners	-	(828,235)	(12,300,497)	(13,128,732)
Profit for the period	-	-	7,837,356	7,837,356
<u>Other comprehensive income (Note 15.2):</u>				
Translation differences	-	(11,412)	-	(11,412)
Total other comprehensive income	-	(11,412)	-	(11,412)
Total comprehensive income	-	(11,412)	7,837,356	7,825,944
At 30 June 2024	4,686,858	14,748,413	10,917,915	30,353,186
At 1 January 2023	4,686,858	16,446,027	19,842,341	40,975,226
<u>Transactions with owners (Note 15.2):</u>				
Allocation of profit to investment reserves	-	3,002,652	(3,002,652)	-
Transfer of profit from investment reserves to retained earnings	-	(802,736)	802,736	-
Dividends declared (Note 15.6)	-	-	-	-
Total transactions with owners	-	2,199,916	(2,199,916)	-
Profit for the period	-	-	6,190,289	6,190,289
<u>Other comprehensive income (Note 15.2):</u>				
Translation differences	-	(94,270)	-	(94,270)
Total other comprehensive income	-	(94,270)	-	(94,270)
Total comprehensive income	-	(94,270)	6,190,289	6,096,019
At 30 June 2023	4,686,858	18,551,673	23,832,714	47,071,245
At 01 January 2023	4,686,858	16,446,027	19,842,341	40,975,226
<u>Transaction with owners (Note 15.2):</u>				
Allocation of profit to investment reserves	-	3,005,345	(3,005,345)	-
Transfer of profit from investment reserves to retained earnings	-	(3,874,376)	3,874,281	(95)
Dividends declared	-	-	(19,028,643)	(19,028,643)
Total transactions with owners	-	(869,031)	(18,159,707)	(19,028,738)
Profit for the year	-	-	13,698,422	13,698,422
<u>Other comprehensive income (Note 15.2):</u>				
Translation differences	-	11,064	-	11,064
Total other comprehensive income	-	11,064	-	11,064
Total comprehensive income	-	11,064	13,698,422	13,709,486
At 31 December 2023	4,686,858	15,588,060	15,381,056	35,655,974

Accompanying notes from page 6 to 26 are integral part of the interim financial statements

Interim financial statements
30 June 2024

Statement of Cash Flows

		(Amounts in EUR)		
		Six - month period ended 30 June		Year ended
	Note	2024	2023	December 31 2023
Operating activities				
Net profit before income tax		8,737,078	6,618,355	14,905,595
<u>Adjusted for:</u>				
Depreciation and amortization	9,10	1,170,645	1,098,928	2,266,692
Value adjustment of inventories	21, 26	-	-	329,212
Value adjustment of obsolete consumables and spare parts	21, 26	-	-	84,684
Wastage, failure and fracture of inventory	21, 26	13,651	10,701	78,994
Shortages	21, 26	-	-	12,965
Net carrying amount of equipment written off	21, 26	196	382	1,318
Write off of receivables	21, 26	7	7	35
Net carrying amount of equipment sold		1,601	-	-
Payables written off and stock count surplus	23	(1,605)	(23)	(3,164)
Gain on property, plant and equipment sold	23	(7,242)	(97)	(2,095)
Liabilities for dividends written off	23	-	-	(1,602)
Gains from previously impaired receivables	12, 23	(16)	-	(257)
Finance result, net	24	(16,411)	(28,930)	(68,903)
Operating profit before working capital changes		9,897,904	7,699,323	17,603,474
<u>Changes in working capital:</u>				
Inventories		(657,760)	(329,228)	(394,446)
Trade and other receivables		(1,030,876)	327,376	(626,279)
Trade and other payables		46,868	67,778	281,626
Cash from operations		8,256,136	7,765,249	16,864,375
Interest paid		(1,519)	-	(932)
Income tax paid		(450,066)	(550,974)	(1,287,305)
Cash flows from operating activities, net		7,804,551	7,214,275	15,576,138
Investing activities				
Purchase of property, plant and equipment	9	(302,672)	(1,881,940)	(2,331,882)
Purchase of intangible assets	10	(9,685)	(31,273)	(44,018)
Proceeds from sale of equipment	23	7,242	97	2,095
Financial receivables	13	(15,142)	(3,214,949)	2,269,779
Interest received	24	17,930	28,931	69,835
Cash flows from investing activities, net		(302,327)	(5,099,134)	(34,191)
Financing activities				
Proceeds from borrowings		-	-	74,904
Repayment of borrowings	16	(7,530)	-	(18,852)
Dividends paid and related taxes	15,6	(1,408,498)	-	(19,024,604)
Cash flows from financing activities, net		(1,416,028)	-	(18,968,552)
Net change in cash and cash equivalents		6,086,196	2,115,141	(3,426,605)
Cash and cash equivalents at beginning	14	3,041,213	6,456,409	6,456,409
*Effects of exchange rate changes on cash and cash equivalents		(782)	(59,005)	11,409
Cash and cash equivalents at end	14	9,126,627	8,512,545	3,041,213

Accompanying notes from page 6 to 26 are integral part of the interim financial statements

Notes to the Interim Financial Statements

1 General

Mermeren Kombinat AD, Prilep, is a Shareholders' Company based in the Republic of North Macedonia, with its registered head office located at Lece Koteski 60A, Prilep. The Company's shares are listed on the Macedonian Stock Exchange and on the Athens Stock Exchange through Greek Depository Receipts (EL.PIS).

On 10 April 2009, Stone Works Holdings Coöperatief U.A., a corporation incorporated in the Netherlands, acquired 88.4% of the Company's shares. Stoneworks further acquired 34,449 shares on 28 June 2018 and 5,082 shares on 12 July 2018, bringing its ownership to 89.25% of the issued share capital of the Company as of 30 June 2024 and 2023, and 31 December 2023.

The ultimate owner of the Company is Mr. Christoforos Pavlidis who owns 95.87% of the issued share capital of the Company. On 23 August 2023, Mr. Pavlidis acquired 100% of the shares of Dolit Investments SA ("Dolit"), which owns Pavlidis Monoprosopi A,E Marmara – Granites (previously known as Pavlidis S,A Marble-Granite, that acquired 100% of Stoneworks on 5 September 2017), which in turn owns 100% of the equity of Stone Works Holding Cooperatief UA ("Stoneworks"), the holder of 89.25% of Mermeren's issued share capital. Additionally, through Pavlidis Monoprosopi A.E. Marmara – Granites, Mr. Pavlidis holds 310,262 ELPIS, representing 6.62% of the Company's total shares.

The Company's main business activities include mining, processing and distribution of marble and decorative stones. The Company operates in both local and international markets and has a mining rights concession agreement valid until 2030, which can be renewed for an additional 30 years. As of 30 June 2024, the Company employs 286 persons (December 2023: 275 persons, June 2023: 269 persons).

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

2 Basis of preparation

These interim financial statements are as at and for the six months period ended 30 June 2024 and are presented in EUR which is “the presentation currency” of the Company’s ultimate parent. It has been prepared in accordance with IAS 34 “Interim financial reporting”. They do not include all the information required in the annual financial statements in accordance with IFRS, and should be read in conjunction with the financial statements of the Company for the year ended 31 December 2023.

3 Significant accounting policies

The interim financial statements have been prepared in accordance with the accounting policies adopted in the Company’s most recent annual financial statements for the year ended 31 December 2023.

New Standards adopted as at 1 January 2023

Accounting pronouncements

There are no accounting pronouncements which have become effective from 1 January 2023 that have a significant impact on the Group’s interim condensed consolidated financial statements.

Other Standards and amendments that are effective for the first time in 2023 (for entities with a 31 December 2023 year-end) and could be applicable to the Company are:

- IFRS 17 Insurance Contracts – the Company does not have any contracts that meet the definition of insurance contracts as set out in IFRS 17
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IAS 12)
- Definition of Accounting Estimates (Amendments to IAS 8)
- Disclosure of Accounting Policies (Amendments to IAS 1 and Practice Statement 2).

These standards and amendments do not have a significant impact on these Interim Financial Statements and therefore the disclosures have not been made. However, whilst they do not affect these Interim Financial Statements they will impact some entities. The Company has assessed the impact of these new Standards on their financial statements based on their own facts and circumstances and make appropriate disclosures. In addition, if practical expedients are going to be used, then this intention should be disclosed.

4 Foreign currency translation

Functional and presentation currency

The Company maintains its accounting records and prepares its statutory accounts in local currency, i.e. in Macedonian Denars (“Denars” or “MKD”), which is the Company’s “functional currency”. These financial statements are presented in Euros (“Euros” or “EUR”), which is “the presentation currency” of the Company’s ultimate Parent.

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

Foreign currency translation (continued)

The results and financial position of the Company are translated into the presentation currency as follows:

- Assets and liabilities for each Statement of financial position presented are translated at the closing rate at the date of that Statement of financial position;
- Income and expenses for each Statement of comprehensive income are translated at average exchange rates; and,
- Resulting exchange differences are recognized as financial income or expense, respectively, in each Statement of comprehensive income for the period they relate to.

Transactions and balances

Transactions denominated in foreign currencies have been translated into Denars at the middle exchange rate at the date of the transaction. Assets and liabilities denominated in foreign currencies are translated into Denars at the National Bank of the Republic of North Macedonia middle exchange rate on the last day of the reporting period. All gains and losses resulting from foreign currency translation or exchange are included in the Statement of comprehensive income as financial income or expense in the period in which they arose. The middle exchange rates used for conversion of the Statement of financial position items denominated in foreign currencies are as follows:

	30 June 2024	30 June 2023	31 December 2023
1 USD	57.4825 Denars	56.3467 Denars	55.6516 Denars
1 EUR	61.5350 Denars	61.6320 Denars	61.4950 Denars
Average EUR	61.5688 Denars	61.6122 Denars	61.5570 Denars

5 Estimates and judgements

When preparing the interim financial statements, management undertakes a number of judgments, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgments, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgments, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the Company's last annual financial statements for the year ended 31 December 2023.

The estimated useful lives of fixed assets are as follows:

Buildings & Foundation	40 years
Machines	10 years
Other equipment	4-5 years
Transport & furniture	4-5 years
Intangibles	5-16 years

The operations of the Company proceed according to the plan, yet there was a decrease in the profit compared to the same period of the previous year, due to a large degree to the increased cost of energy. The effects on the second semester of the year are difficult to quantify, given the unpredictable nature of the cost of energy.

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

6 Significant events and transactions

The Company's management believes that the Company is well positioned to face any difficult economic circumstances, on the back of the following factors:

- The Company has a diversified group of old and new customer relationships, most of them on a repeated and/or long-term basis,
- Most of the trade is conducted with advance payments and letter of credit,
- According to the Company's policy, all major customers' exposures are secured with different types of collaterals such as bank guarantees and cash deposits. Credit quality of trade receivables as at 30 June 2024 is considered to be good.
- The Company's major customers have not experienced financial difficulties, while they operate on a global market.
- Overall, the Company is in a strong position, and has sufficient capital and liquidity to serve its operating activities and debt. The Company's objectives and policies for managing capital, credit risk and liquidity risk are described in its recent annual financial statements.

7 Segment reporting

Management identifies its operating segments into the following two operating segments:

- quarry;
- factory,

Each of these operating segments is managed separately as each segment requires different technologies and other resources, as well as marketing approaches. These operating segments are monitored and strategic decisions are made on the basis of adjusted segment operating results. During the six month period to 30 June 2024, there have been no changes from prior periods in the measurement methods used to determine operating segments and reported segment profit and loss. The revenues and profit generated by each of the Company's operating segments and segment assets are summarised as follows:

	Quarry	Factory	Total
Six months to 30 June 2024			
Sales	14,660,504	434,967	15,095,471
Profit / loss from operating activities	8,783,887	(35,118)	8,748,769
Financial result, net			(11,691)
Profit before tax			8,737,078
Income tax expense			(899,722)
Profit for the period			7,837,356
Other comprehensive income			(11,412)
Total comprehensive income for the period			7,825,944

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

Segment reporting (continued)

Six months to 30 June 2023

Sales	12,695,231	410,214	13,105,445
Profit / loss from operating activities	6,684,502	(102,315)	6,582,187
Financial result, net			36,168
Profit before tax			6,618,355
Income tax expense			(428,066)
Profit for the period			6,190,289
Other comprehensive income			(94,270)
Total comprehensive income for the period			6,096,019

Year to 31 December 2023

Sales	28,425,609	838,806	29,264,415
Profit / loss from operating activities	14,947,231	(8,064)	14,939,167
Financial result, net			(33,572)
Profit before tax			14,905,595
Income tax expense			(1,207,173)
Profit for the year			13,698,422
Other comprehensive income			11,064
Total comprehensive income for the year			13,709,486

Segment assets and liabilities as at 30 June 2024 and 2023 and 31 December 2023 are as follows:

	Quarry	Factory	Total
30 June 2024			
Total assets	37,534,933	6,504,417	44,039,350
Liabilities	13,291,806	394,358	13,686,164
Capital expenditures	296,232	16,125	312,357
30 June 2023			
Total assets	41,708,334	6,658,936	48,367,270
Liabilities	1,255,458	40,567	1,296,025
Capital expenditures	1,499,320	413,893	1,913,213
31 December 2023			
Total assets	29,157,897	8,063,299	37,221,196
Liabilities	1,520,358	44,864	1,565,222
Capital expenditures	1,727,403	648,497	2,375,900

Sales per geographical regions are as follows:

	Six-month period ended		Year ended
	2024	2023	2023
North Macedonia	99,394	76,604	142,348
China	11,946,102	11,180,235	26,034,395
Greece	2,783,164	1,578,195	2,430,713
Balkan region	223,491	248,039	521,116
Other markets	43,320	22,372	135,843
	15,095,471	13,105,445	29,264,415

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

Segment reporting (continued)

As at 30 June 2024 Euros 8,916,510 or 59.07% (30 June 2023: Euro 7,075,429 or 53.99% and 31 December 2023: Euro 8,987,829 or 30.71%) of the company's revenues depended on four single customers (three from China and one from Greece), which individually represent more than 10% of revenues (30 June 2024: four single customers, three from China and one from Greece and 31 December 2023: two single customers, both from China).

8 Seasonal fluctuations

The production of marble and related products is subject to seasonal fluctuations.

Historically, the lower level of production and sales of the Company occurs during the winter months from December through February each year.

Revenues from sales of marble related products realized in the six months ended 30 June 2024 represented 52% (first six months of 2023: 43%) of the annual level of these revenues for the year ended 31 December 2023.

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

9 Property, plant and equipment

	Land & buildings	Machinery & equipment	Construction in progress	Total
At 1 January 2024				
Cost or valuation	7,364,490	32,536,297	4,034	39,904,821
Accumulated depreciation	(3,570,717)	(21,657,367)	-	(25,228,084)
Net carrying amount	3,793,773	10,878,930	4,034	14,676,737
Changes during the period				
Opening net carrying amount	3,793,773	10,878,930	4,034	14,676,737
Additions, net of transfers from C.I.P.	30,695	266,421	5,556	302,672
Disposals-net	(125)	(1,602)	-	(1,727)
Depreciation charge for the period	(95,790)	(960,265)	-	(1,056,055)
Translation differences	(2,503)	(7,453)	1	(9,955)
Closing carrying amount	3,726,050	10,176,031	9,591	13,911,672
At 30 June 2024				
Cost or valuation	7,390,412	32,761,096	9,591	40,161,099
Accumulated depreciation	(3,664,362)	(22,585,065)	-	(26,249,427)
Net carrying amount	3,726,050	10,176,031	9,591	13,911,672
At 1 January 2023				
Cost or valuation	7,380,544	30,057,038	345,255	37,782,837
Accumulated depreciation	(3,458,472)	(19,946,976)	-	(23,405,448)
Net carrying amount	3,922,072	10,110,062	345,255	14,377,389
Changes during the period				
Opening net carrying amount	3,922,072	10,110,062	345,255	14,377,389
Additions, net of transfers from C.I.P.	50,496	1,719,001	112,443	1,881,940
Disposals-net	-	(382)	-	(382)
Depreciation charge for the period	(94,365)	(884,442)	-	(978,807)
Translation differences	(8,820)	(23,036)	(813)	(32,669)
Closing carrying amount	3,869,383	10,921,203	456,885	15,247,471
At 30 June 2023				
Cost or valuation	7,336,717	31,574,830	456,885	39,368,432
Accumulated depreciation	(3,467,334)	(20,653,627)	-	(24,120,961)
Net carrying amount	3,869,383	10,921,203	456,885	15,247,471
At 1 January 2023				
Cost or valuation	7,380,544	30,057,038	345,255	37,782,837
Accumulated depreciation	(3,458,472)	(19,946,976)	-	(23,405,448)
Net carrying amount	3,922,072	10,110,062	345,255	14,377,389
Changes during the year				
Opening net carrying amount	3,922,072	10,110,062	345,255	14,377,389
Additions, net of transfers from C.I.P.	61,958	2,610,792	(340,868)	2,331,882
Disposals-net	-	(1,318)	-	(1,318)
Depreciation charge for the year	(190,012)	(1,841,085)	-	(2,031,097)
Translation differences	(245)	479	(353)	(119)
Closing carrying amount	3,793,773	10,878,930	4,034	14,676,737
At 31 December 2023				
Cost or valuation	7,364,490	32,536,297	4,034	39,904,821
Accumulated depreciation	(3,570,717)	(21,657,367)	-	(25,228,084)
Net carrying amount	3,793,773	10,878,930	4,034	14,676,737

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

Property, plant and equipment (continued)

Construction in progress

As at 30 June 2024, part of balance of construction in progress in the amount of Euro 8,322 represent water pump and the rest in amount of Euro 1,269 is construction of new factory installation.

Property, plant and equipment pledged

As at 30 June 2024, the Company has pledged part of its property, plant and equipment to secure borrowings. As at the statement of financial position date, their appraised value is Euro 3,861,952 and their present value is Euro 1,608,642 (see Note 29).

10 Intangible assets

	Software	Trademarks and documentation	Exploration and evaluation assets	Intangibles in process of acquisit.	Total
At 1 January 2024					
Cost or valuation	275,811	318,434	3,293,487	4,833	3,892,565
Accumulated amortization	(263,643)	(232,782)	(2,446,726)	-	(2,943,151)
Net carrying amount	12,168	85,652	846,761	4,833	949,414
Changes during the period					
Opening net carrying amount	12,168	85,652	846,761	4,833	949,414
Additions, net of transfers from intangibles in progress	-	2,573	-	7,112	9,685
Disposals, net	(70)	-	-	-	(70)
Amortization charge for the period	(7,087)	(8,737)	(98,766)	-	(114,590)
Translation differences	(12)	(59)	(606)	1	(676)
Closing carrying amount	4,999	79,429	747,389	11,946	843,763
At 30 June 2024					
Cost or valuation	275,562	320,801	3,291,346	11,946	3,899,655
Accumulated amortization	(270,563)	(241,372)	(2,543,957)	-	(3,055,892)
Net carrying amount	4,999	79,429	747,389	11,946	843,763
At 1 January 2023					
Cost or valuation	275,819	272,155	3,285,023	15,618	3,848,615
Accumulated amortization	(241,448)	(206,080)	(2,259,870)	-	(2,707,398)
Net carrying amount	34,371	66,075	1,025,153	15,618	1,141,217
Changes during the period					
Opening net carrying amount	34,371	66,075	1,025,153	15,618	1,141,217
Additions, net of transfers from intangibles in progress	-	31,273	-	-	31,273
Amortization charge for the period	(11,092)	(12,615)	(96,414)	-	(120,121)
Translation differences	(74)	(154)	(2,278)	(36)	(2,542)
Closing carrying amount	23,205	84,579	926,461	15,582	1,049,827
At 30 June 2023					
Cost or valuation	275,198	302,805	3,277,625	15,582	3,871,210
Accumulated amortization	(251,993)	(218,226)	(2,351,164)	-	(2,821,383)
Net carrying amount	23,205	84,579	926,461	15,582	1,049,827
At 1 January 2023					
Cost or valuation	275,819	272,155	3,285,023	15,618	3,848,615
Accumulated amortization	(241,448)	(206,080)	(2,259,870)	-	(2,707,398)
Net carrying amount	34,371	66,075	1,025,153	15,618	1,141,217

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

Intangible assets (continued)

Changes during the year

Opening net carrying amount	34,371	66,075	1,025,153	15,618	1,141,217
Additions, net of transfers from intangibles in progress	-	46,240	8,551	(10,773)	44,018
Amortization charge for the year	(22,180)	(26,681)	(186,734)	-	(235,595)
Translation differences	(23)	18	(209)	(12)	(226)
Closing carrying amount	12,168	85,652	846,761	4,833	949,414
At 31 December 2023					
Cost or valuation	275,811	318,434	3,293,487	4,833	3,892,565
Accumulated amortization	(263,643)	(232,782)	(2,446,726)	-	(2,943,151)
Net carrying amount	12,168	85,652	846,761	4,833	949,414

Exploration and evaluation assets

As of 30 June 2024, the balance of exploration and evaluation assets in amounting to Euro 747,389 (30 June 2023: Euro 926,461 and 31 December 2023: Euro 846,761) includes capitalized expenses related to quarry stripping activities with remaining amortization period for 6 years and drilling research.

Intangibles in process of acquisition

As at 30 June 2024 the balance of intangibles in process of acquisition in the amounting to Euro 11,946 (30 June 2023: Euro 15,582 and 31 December 2023: Euro 4,833) relates mainly to documentation for photovoltaic system and to drilling research in the quarry.

Allocation of depreciation and amortization charge

Out of the total depreciation and amortization for the period ended 30 June 2024 amounting Euro 1,170,645 (30 June 2023: Euro 1,098,928 and 31 December 2023: Euro 2,266,692), Euro 1,122,985 (30 June 2023: Euro 1,052,413 and 31 December 2023: Euro 2,168,145) has been charged in cost of sales and the remaining in the amount of Euro 47,660 (30 June 2023: Euro 46,515 and 31 December 2023: Euro 98,547) into administrative and selling expenses (see Note 21 and Note 26).

11 Inventories

	30 June 2024	30 June 2023	31 December 2023
Work in progress	3,024,006	2,994,474	2,622,025
Finished products	1,655,642	1,382,630	1,392,977
Spare parts	722,552	846,456	784,660
Raw materials	305,113	275,141	281,138
Trade goods	73,425	73,309	73,472
Other	23,590	16,544	4,346
	5,804,328	5,588,554	5,158,618

As at 30 June 2024 the Company recognized expense for wastage, failure and fracture in the amount of Euro 13,651 (30 June 2023: Euro 10,701; 31 December 2023: Euro 78,994) (see Note 26), that are recognized within administrative and selling expenses (see Note 21).

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

12 Trade and other receivables

	30 June 2024	30 June 2023	31 December 2023
Current trade receivables			
Local debtors	56,608	27,071	25,992
Foreign debtors	6,799,331	5,643,765	6,379,985
Related party's receivables (see Note 28)	3,142,274	2,733,682	3,622,984
	9,998,213	8,404,518	10,028,961
Less: provision for impairment	(69,223)	(69,456)	(69,255)
	9,928,990	8,335,062	9,959,706
Prepayments and other receivables			
Advances to suppliers	842,547	211,864	33,531
Deferred expenses	309,886	275,063	34,401
Prepaid VAT	206,329	480,958	211,777
Other current receivables	11,537	11,516	28,988
	1,370,299	979,401	308,697
	11,299,289	9,314,463	10,268,403

At 30 June 2024 the credit quality of Company's trade receivables can be analyzed as follows:

	Neither past due nor impaired	Past due but not impaired	Impaired	Total
Cost	7,641,977	2,287,013	69,223	9,998,213
Less: Impairment provision	-	-	(69,223)	(69,223)
	7,641,977	2,287,013	-	9,928,990

At 30 June 2023 the credit quality of Company's trade receivables can be analyzed as follows:

	Neither past due nor impaired	Past due but not impaired	Impaired	Total
Cost	6,099,866	2,235,196	69,456	8,404,518
Less: Impairment provision	-	-	(69,456)	(69,456)
	6,099,866	2,235,196	-	8,335,062

At 31 December 2023 the credit quality of Company's trade receivables can be analyzed as follows:

	Neither past due nor impaired	Past due but not impaired	Impaired	Total
Cost	6,650,760	3,308,946	69,255	10,028,961
Less: Impairment provision	-	-	(69,255)	(69,255)
	6,650,760	3,308,946	-	9,959,706

At 30 June 2024 the age structure of past due not impaired trade receivables is as follows:

	Domestic trade receivables	Foreign trade receivables	Total
Overdue up to 1 year	24,726	2,262,251	2,286,977
Overdue more than 1 year	-	36	36
	24,726	2,262,287	2,287,013

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

Trade and other receivables (continued)

At 30 June 2023 the age structure of past due not impaired trade receivables is as follows:

	Domestic trade receivables	Foreign trade receivables	Total
Overdue up to 1 year	2,847	2,232,349	2,235,196
Overdue more than 1 year	-	-	-
	2,847	2,232,349	2,235,196

At 31 December 2023 the age structure of past due not impaired trade receivables is as follows:

	Domestic trade receivables	Foreign trade receivables	Total
Overdue up to 1 year	1,298	3,132,023	3,133,321
Overdue more than 1 year	-	175,625	175,625
	1,298	3,307,648	3,308,946

Following table provides for the movement of impairment provision account:

	30 June 2024	30 June 2023	31 December 2023
At 1 January	69,255	69,511	69,511
Collected fully provided bad debts (Note 23)	(16)	-	(257)
Written off of previously impaired receivables	-	-	(14)
Impairment provision	-	-	16
Translation differences	(16)	(55)	(1)
At 30 June / 31 December	69,223	69,456	69,255

13 Financial receivables

	30 June 2024	30 June 2023	31 December 2023
Short-term deposits in local banks	3,053,671	8,523,257	3,038,529
	3,053,671	8,523,257	3,038,529

14 Cash and cash equivalents

	30 June 2024	30 June 2022	31 December 2023
Bank accounts	9,126,406	8,512,359	3,040,976
Cash on hand	221	186	237
	9,126,627	8,512,545	3,041,213

15 Equity

15.1 Share capital

	Number of shares	Ordinary shares (Euros)	Amount (in Euros)	
			Share premium (Euros)	Total (Euros)
<i>Authorized, issued and fully paid ordinary shares 1 Euro at par</i>				
At 30 June 2024	4,686,858	4,686,858	-	4,686,858
At 30 June 2023	4,686,858	4,686,858	-	4,686,858
At 31 December 2023	4,686,858	4,686,858	-	4,686,858

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

Equity (continued)

The structure of share capital at 30 June 2024 and 2023 and 31 December 2023 is as follows (amounts in Euros):

At 30 June 2024 / 30 June 2023 / 31 December 2023	Number	Amount	%
Stone Works Holding Coöperatief U.A Netherlands	4,182,888	4,182,888	89.25
Piraeus Bank SA.	468,700	468,700	10.00
Other – minority	35,270	35,270	0.75
	4,686,858	4,686,858	100.00

All shares issued are fully paid. Holders of ordinary shares are entitled to vote in the Assembly of the Company, entitled to payment of part of profit, and have right to payment of rest of the liquidation or bankruptcy estate of the Company.

15.2 Other components of equity

	Translation reserve	Investment reserves	Statutory and other reserves	Revaluation reserve	Total
At 1 January 2024	50,450	9,557,384	4,756,945	1,223,281	15,588,060
Transfer of profit from investment reserves to retained earnings	-	(772,929)	-	-	(772,929)
Transfer of revaluation reserves on disposed and sold tangible assets	-	-	-	(55,306)	(55,306)
Translation differences	(11,412)	-	-	-	(11,412)
At 30 June 2024	39,038	8,784,455	4,756,945	1,167,975	14,748,413
At 1 January 2023	39,386	10,559,884	4,623,476	1,223,281	16,446,027
Transfer of profit from investment reserves to retained earnings	-	(802,736)	-	-	(802,736)
Allocation of profit to investment reserves	-	3,002,652	-	-	3,002,652
Translation differences	(94,270)	-	-	-	(94,270)
At 30 June 2023	(54,884)	12,759,800	4,623,476	1,223,281	18,551,673
At 1 January 2023	39,386	10,559,884	4,623,476	1,223,281	16,446,027
Allocation of profit to investment reserves	-	3,005,345	-	-	3,005,345
Transfer of profit from investment reserves to retained earnings	-	(3,873,414)	-	-	(3,873,414)
Reclassification	-	(133,469)	133,469	-	-
Tax relief	-	(962)	-	-	(962)
Translation differences	11,064	-	-	-	11,064
At 31 December 2023	50,450	9,557,384	4,756,945	1,223,281	15,588,060

15.3 Revaluation reserve

Revaluation reserve, which at 30 June 2024 amounts to Euro 1,167,975 (30 June 2023: Euro 1,223,281 and 31 December 2023: Euro 1,223,281) was initially created during 2002, based upon the independent valuation of groups of the Company's property, plant and equipment. Subsequent changes (transfers into retained earnings) relate to revaluation reserve of assets sold or disposed of.

15.4 Statutory and other reserves

Statutory reserves, which at 30 June 2024 amount to Euro 621,393 (30 June 2023: Euro 621,393 and 31 December 2023: Euro 621,393) are created during the years by allocation of parts of the net income after tax.

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

Equity (continued)

According to the prevailing local legal regulations, the Company is required to set aside each year, minimum 5% (2012: 15%) from its annual net income after tax, until the level of such reserves reach 10% of the registered capital. With an assembly decision, these reserves can be distributed for dividends to the shareholders and/or for purchase of its own shares.

Other reserves, which amount to Euro 4,135,522 were created on 24 April 2017 and according to the Shareholders' Extraordinary Assembly decision no, 02-2223/3, when the premiums on issued shares of the Company, were transferred in the special reserves for increasing the basic capital of the Company. They can only be used to increase the share capital.

15.5 Investment reserves

At 30 May 2024 and according to the Shareholders' Annual Assembly decision no. 02-2250/5, 772.929 Euros from reinvested earnings, that were not utilized in 2023, had been transferred to retain earnings.

At 30 May 2023 and according to the Shareholders' Annual Assembly decision no. 02-2325/14, part of the profit for the year 2022, in the amount of 3.005.345 Euros was allocated to reinvested earnings for financing the investment program of the Company. Furthermore, part of reinvested earnings in amount of 803.456 Euros that was not utilized in 2022 has been transferred in retained earnings. Additionally, the Company has transferred Euro 3.069.958 from investment reserves to retain earnings due to termination of the obligation for 5 years keeping the investment reserves from the date of the purchasing of the assets (from year 2018).

15.6 Dividends

In accordance with the Decision of Shareholders' Annual Assembly number 02-2250/5 of May 30, 2024, part of the profit from the year 2023 in the amount of 13,123,202 Euros was distributed for the payment of dividends. In the period ending June 30, 2024, the Company paid dividends to its minority shareholders in a total net amount of 1,267,757 Euros and 140,741 Euros in tax on dividends paid.

At 11 December 2023 and according to the Shareholders' Annual Assembly decision no, 02-5470/3, part of the retained earnings realized till 31 December 2022 in the amount of 19,028,643 Euros were allocated for dividends distribution. During the period ended 31 December 2023 the Company paid dividends to its shareholders in net amount of 18,820,554 Euros and in addition 204,050 Euros relating to taxes on dividend paid.

16 Financial lease

	30 June 2024	30 June 2023	31 December 2023
Long - term liabilities for financial leasehold for vehicles	48,522	-	56,052
Less: current maturity	(14,931)	-	(14,947)
	33,591	-	41,105

17 Trade and other payables

	30 June 2024	30 June 2023	31 December 2023
Trade creditors			
Local suppliers	428,485	434,675	377,700
Foreign suppliers	325,124	127,411	540,709
Related parties' payables (see Note 28)	-	-	-
	753,609	562,086	918,409

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

Trade and other payables (continued)

Other current liabilities

Dividends payables (net of local taxes)	11,715,984	6,202	8,408
Accrued expenses	314,602	306,148	141,644
Liabilities to employees and management	310,729	313,249	318,906
Customers' prepayments	77,841	27,185	17,318
Other	1,741	1,667	1,673
	12,420,897	654,451	487,949
	13,174,506	1,216,537	1,406,358

18 Tax payables

	30 June 2024	30 June 2023	31 December 2023
Income tax payables	366,904	-	-
Concession fees and other levies	88,879	78,405	92,354
Personal income tax liabilities	2,149	1,073	4,088
Withholding tax	5,204	10	6,370
	463,136	79,488	102,812

19 Sales

	Six - month period ended 30 June 2024	Year ended 31 December 2023
Local market	99,394	142,348
Foreign markets:		
-China ¹	11,946,102	26,034,395
- Greece	2,783,164	2,430,713
- Balkan region	223,491	521,116
- Other markets	43,320	135,843
Sub- total – sales on foreign markets	14,996,077	29,122,067
Total sales	15,095,471	29,264,415

20 Cost of sales

	Six - month period ended 30 June 2024	Year ended 31 December 2023
Stock of finished products and W.I.P. at the beginning of the period	4,015,002	4,080,624
Plus: Total production cost for the period ended 30 June	5,256,158	10,660,647
Plus: Income from value adjustment of previously written-off inventory	5,404	6,356
Plus: Income from value adjustment of obsolete consumables and spare parts consumed	17,574	5,217
Plus: Cost of various material sold	-	347
Use of own products	(1,488)	(5,332)
Wastage, failure and fracture of products (excluding VAT effect)	(13,651)	(66,944)
Shortages (excluding VAT effect)	-	(11,185)
Less: Valuation allowance of inventories	-	(329,212)
Less: Valuation allowance of obsolete consumables and spare parts	-	(84,684)
Lees: Income from released value adjustment of inventories sold	(5,404)	(6,356)
Less: Income from value adjustment of obsolete consumables and spare parts consumed	(17,574)	(5,217)
Less: Stock of finished products and W.I.P. at the end of period	(4,679,648)	(4,015,002)
	4,576,373	10,229,259

¹ Includes China and Hong Kong

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

21 Administrative and selling expenses

	Six - month period ended 30 June 2024		Six - month period ended 30 June 2023		Year ended 31 December 2023	
	Administrative	Selling	Administrative	Selling	Administrative	Selling
Staff costs	289,704	76,708	302,909	69,536	613,559	147,168
Professional advisory services	69,375	-	63,681	-	121,180	-
Insurance	41,239	9,987	33,279	6,529	61,953	12,145
Services	40,742	9,962	36,570	10,179	84,055	20,615
Depreciation and amortization (Note 10)	38,547	9,113	39,475	7,040	83,511	15,036
Compensations and expenses for employees	29,013	12,604	24,225	13,032	48,951	27,691
Materials, supplies and utilities	17,863	50,359	23,507	32,776	43,462	82,334
Marketing and promotion	15,809	837	118,408	1,007	200,335	2,707
Taxes and other levies	9,357	1,267	8,282	957	21,965	2,168
Employee benefits	6,677	-	42,217	-	42,255	-
Present value of equipment sold and written off	-	-	382	-	-	383
Transport of products	-	1,013,656	-	786,997	-	1,906,018
Wastage, failure and fracture of inventories	-	13,651	-	10,701	-	78,994
Impairment and write off of receivables	-	7	-	7	-	35
Expenses for operating lease	-	-	10,607	-	5,858	5,978
Value adjustment of inventories	-	-	-	-	-	329,212
Value adjustment of obsolete consumables and spare parts	-	-	-	-	-	84,684
Stock count shortages of inventory	-	-	-	-	-	12,965
Other expenses and provisions	29,691	3,867	20,498	3,842	53,264	7,514
	588,017	1,202,018	724,040	942,603	1,380,348	2,735,647

22 Staff costs

	Six - month period ended 30		Year ended 31
	2024	June 2023	December 2023
Net salaries	1,231,917	1,102,535	2,301,188
Personal tax and mandatory contributions	629,043	562,691	1,177,606
Business trips	1,122	2,727	3,994
Other allowances	219,793	254,130	499,150
	2,081,875	1,922,083	3,981,938

Out of the total staff costs for the six-month period ended 30 June 2024 Euro 1,715,463 (30 June 2023: Euro 1,549,638 and 31 December 2023: Euro 3,221,211) has been charged to cost of sales and the remaining amount of Euro 366,412 (30 June 2023: Euro 372,445 and 31 December 2023: Euro 760,727) into administrative and selling expenses (see Note 21).

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

23 Other operating income

	Six - month period ended 30		Year ended 31
	2024	June 2023	December 2023
Income from re invoicing of transport cost and other services	85,143	44,419	82,367
- Less: Cost associated with the above services	(78,044)	(40,197)	(75,480)
Raw materials sold	2,304	617	4,451
Gains on property, plant and equipment sold	7,242	97	2,095
Payables write offs and stock count surplus	1,605	23	3,164
Income from collected fully provided bad debts (Note 12)	16	-	257
Income from court verdicts	76	-	144
Liabilities for dividends written off	-	-	1,602
Other income	1,364	912	1,406
	19,706	5,871	20,006

24 Finance income and costs

	Six - month period ended 30		Year ended 31
	2024	June 2023	December 2023
Finance income			
Interest income	17,930	28,931	69,835
Foreign exchange gains	64,395	143,700	194,866
	82,325	172,631	264,701
Finance costs			
Interest (expense)	(1,519)	(1)	(932)
Bank (charges)	(27,211)	(33,259)	(83,893)
Foreign exchange (losses)	(65,286)	(103,203)	(213,448)
	(94,016)	(136,463)	(298,273)
Net finance costs	(11,691)	36,168	(33,572)

25 Income tax

The charge for the year can be reconciled to the profit per Statement of comprehensive income at 30 June 2024 and 2023 and 31 December 2023 as follows:

	Six - month period ended 30		Year ended 31
	2024	June 2023	December 2023
Profit before income tax	8,737,078	6,618,355	14,905,595
Non – deductible expenses	260,235	370,471	725,966
Tax deductions	(4,808)	(1,935,847)	(2,232,610)
Temporary differences of the tax base	4,713	31,094	-
Income tax base	8,997,218	5,084,073	13,398,951
Current tax charge at rate of 10%	899,722	508,407	1,339,895
Income tax reduction	-	(80,341)	(132,722)
Income tax (expense)	899,722	428,066	1,207,173
Effective tax rate	10.30%	6.47%	8.10%

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

26 Expenses by nature

	Six - month period ended 30		Year ended 31
	2024	June 2023	December 2023
Staff costs	2,081,875	1,922,083	3,981,938
Depreciation and amortization	1,170,645	1,098,928	2,266,692
Consumed materials, spare parts and small inventory	1,115,511	1,107,917	1,927,163
Energy and water	1,092,966	1,270,728	2,501,058
Transport of products	1,013,656	786,997	1,906,018
Services	204,896	190,094	388,177
Insurance	85,664	64,719	120,610
Taxes and other contributions	69,478	60,958	136,938
Professional advisory services	69,375	63,681	121,180
Compensations and expenses for employees	41,617	37,257	76,642
Other expenses and provisions	33,558	24,340	60,778
Marketing and promotion	16,646	119,415	203,042
Wastage, failure and fracture	13,651	10,701	78,994
Representation	7,945	8,356	16,932
Transport costs	6,887	6,222	12,100
Employee benefits	6,677	42,217	42,255
Write off of receivables	7	7	35
Present value of assets sold and written off	-	382	383
Expenses for operating leasing	-	10,607	11,836
Value adjustment of inventories	-	-	329,212
Value adjustment of obsolete consumables and spare parts	-	-	84,684
Shortages	-	-	12,965
	7,031,054	6,825,609	14,279,632
Changes of stock of work in progress and finished products	(664,646)	(296,480)	65,622
	6,366,408	6,529,129	14,345,254

27 Earnings per share

Basic and diluted earnings per share

Both basic and diluted earnings per share have been calculated using the profit attributable to equity holders of the Company as the numerator, i.e. no adjustments to profits were necessary during the six months period to 30 June 2024 and 2023 and the year ended 31 December 2023.

The weighted average number of shares for the purposes of the calculation of the diluted earnings per share can be reconciled to the weighted average number of shares used in the calculation of basic earnings per share.

The calculation of both basic and diluted earnings per share is presented in the following table:

	Six - month period ended 30		Year ended 31
	2024	June 2023	December 2023
Profit attributable to equity holders of the Company	7,837,356	6,190,289	13,698,422
Weighted average number of ordinary shares	4,686,858	4,686,858	4,686,858
Basic and diluted earnings per share (Euro per share)	1.67	1.32	2.92

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

28 Related parties

The table below provides for the volume and balances from the related party transactions as at and for the periods ended 30 June 2024 and 2023 and 31 December 2023:

30 June 2024	Receivables	Payables	Revenues	Expenses
Stone Works Holding Coöperatief U.A Netherlands	-	11,712,086	-	-
Pavlidis Monoprosopi A.E Marmara – Granites Drama Greece	3,142,274	-	2,855,169	117,477
Dolit Investments S.A. Greece	-	-	-	-
Sivec Investments LTD Cyprus	-	-	-	-
Key management remuneration	-	-	-	173,355
	3,142,274	11,712,086	2,855,169	290,832

30 June 2023	Receivables	Payables	Revenues	Expenses
Ultimate Parent ECM Partners Inc, Ljubljana Slovenia	-	-	-	-
Other related parties Stone Works Holding Coöperatief U.A Netherlands	-	-	-	-
Pavlidis S.A. Marble-Granite Drama Greece	2,733,682	-	1,627,903	718,543
Dolit Investments S.A. Greece	-	-	-	-
Ariston doo Slovenia	-	-	-	-
Sivec Investments LTD Cyprus	-	-	-	-
Key management remuneration	-	-	-	214,393
	2,733,682	-	1,627,903	932,936

31 December 2023	Receivables	Payables	Revenues	Expenses
Stone Works Holding Coöperatief U.A Netherlands	-	-	-	-
Pavlidis Monoprosopi A.E Marmara – Granites Drama Greece	3,622,984	-	2,511,685	719,187
Dolit Investments S.A. Greece	-	-	-	-
Sivec Investments LTD Cyprus	-	-	-	-
Key management remuneration	-	-	-	465,200
	3,622,984	-	2,511,685	1,184,387

29 Contingent liabilities

Mortgages

Mortgages provided with appraised value are as follows:

	Six - month period ended 30 June 2024	Year ended 31 December 2023	
Business premises	2,958,952	2,378,952	2,958,952
Machinery & equipment	903,000	963,800	903,000
	3,861,952	3,342,752	3,861,952

Mortgages provided with present value are as follows:

	Six - month period ended 30 June 2024	Year ended 31 December 2023	
Business premises	794,668	951,032	831,008
Machinery & equipment	813,974	481,120	838,675
	1,608,642	1,432,152	1,669,683

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

Contingent liabilities (continued)

Guarantees

Guarantees provided are as follows:

	Six - month period ended 30 2024	June 2023	Year ended 31 December 2023
Issued by Komercijalna Banka AD Skopje	30,877	35,858	30,897
	30,877	35,858	30,897

The beneficiary of the guarantee is Ministry of Economy. The guarantee serves as security that the Company will pay its liabilities on time towards the beneficiary.

Litigations

At 30 June 2024, the estimated Euro equivalent of the legal proceedings raised against the Company amounts Euro 693,693 (30 June 2023: Euro 1,947; 31 December 2023: Euro 499,388). No significant liabilities have been anticipated from these proceedings, as professional advice indicates that it is unlikely that any significant loss will arise.

Tax inspections

As of 30 June 2024, the Company has not been subject to any tax inspections, including during the year 2023.

In addition, according to the changes in Profit Tax Law, in 2023 Profit Tax law was amended and the Company has obligation to prepare and keep (10 years) a report for transfer pricing for 2023 and submit it at the request of the IRS within 15 days from the receipt of the request (Official Gazette of RNM no, 199/2023), (for 2022: latest by 30 September 2023) in accordance with the Rulebook for the form and content on the Report on transfer pricing (Official Gazette of RNM no, 59/2019). The report for transfer pricing for 2022 was prepared and submitted by 30 September 2023. The Company also prepared a report on transfer pricing for 2023. Furthermore, based on the performed transfer pricing analyze for the year ended as of 31 December 2022, there are no tax corrections.

The Company regularly assesses potential tax impacts that may arise from future tax inspections of past years and new transfer pricing requirements. Management believes that any amounts arising from such inspections are unlikely to have a material effect on the company's financial results or cash flows.

30 Concession agreements

During 2000 and 2001, the Company and the Ministry of Economy of the Republic of North Macedonia have signed several concession agreements for the purpose of research and exploitation of local marble resources. Under the initial provisions, the Company is awarded with concession on the above-mentioned activities for a period of 30 years, renewable at expiration for another 30-year period.

Following are the basic provisions as set out in the concession agreements under which, the Company is liable on:

- Annual fee for use of territory on which the concession has been granted in the amount of 4,623 Euros; and
- Concession fee on sold quantities of commercial marble according to the Methodology established by the Ministry of Economy of RNM for:
 - blocks at 5% of the value of the material determined at 379 Euros /m³
 - tombolones at 5% of the value of material determined at 190 Euros /m³ and
 - material different than blocks and tombolones, that is crushed or milled 0,325 Euros/t.

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

Concession agreements (continued)

At 12 February 2021 in Public Gazette of RNM was published decision that the Company is awarded to extend concession territory for additional 0,305625 km². At 02 March 2021 the Government of RNM represented by Ministry of Economy and the Company has signed annex agreement for concession and determinate the territory for concession - 2,188135 km².

31 Financial instruments by categories

The carrying amounts of the Company's financial assets and liabilities as recognized at the Statement of financial position date may also be categorized as follows:

Assets	30 June 2024	30 June 2023	31 December 2023
Assets carried at amortized cost			
Trade and other receivables	9,940,527	8,346,578	9,988,694
Financial receivables	3,053,671	8,523,257	3,038,529
Cash and cash equivalents	9,126,627	8,512,545	3,041,213
	22,120,825	25,382,380	16,068,436
Liabilities			
Other financial liabilities at amortized cost			
Financial lease	48,522	-	56,052
Trade and other payables	12,782,063	883,204	1,247,396
	12,830,585	883,204	1,303,448

32 Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. No financial instrument is presented at fair value as of 30 June 2024.

32.1 Financial instruments that are not presented at fair value

The following table summarizes the carrying amounts and fair values to those financial assets and liabilities that are not presented in the Statement of financial position at their fair value:

Carrying value	30 June 2024 (In Euro)	30 June 2023 (In Euro)	31 December 2023 (In Euro)
Assets			
Trade and other receivables	9,940,527	8,346,578	9,988,694
Financial receivables	3,053,671	8,523,257	3,038,529
Cash and cash equivalents	9,126,627	8,512,545	3,041,213
Total assets	22,120,825	25,382,380	16,068,436
Liabilities			
Financial lease	48,522	-	56,052
Trade and other payables (without tax liabilities)	12,782,063	883,204	1,247,396
Total assets	12,830,585	883,204	1,303,448

Loans and receivables

Loans and receivables are carried at amortized cost, minus the provisions for impairment. Their fair value corresponds to their carrying value.

Other financial assets

Fair value of monetary assets that include cash and cash equivalents is considered to approximate their carrying value due to their maturity of less than 3 months.

Trade and loans payable

Carrying value of trade and loans payable approximates their fair value.

Notes to the Interim Financial Statements (continued)
As at and for the six - month period ended 30 June 2024
(All amounts presented in Euros, unless otherwise stated)

33 Events after the reporting date

Subsequent to 30 June 2024 until the approval of these interim financial statements, there are no adjusting events reflected in these interim financial statements. Following events are materially significant for disclosure in these interim financial statements:

- On 03 September 2024 the Company paid the dividend to Stone Works Holdings Cooperatief U.A. Netherlands in amount of 11,712,086 Euro.



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