

**HFCL POLAND Sp. z o.o.**  
Poland

**Financial Statements**

For the period from 22 March 2024 to 31 March 2025

Address of the Company	:	Chmielna St. 2/31, 00-020 Warsaw, Poland
KRS Number	:	0001096290
Tax Identification Number (NIP)	:	5252997633

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## Statement of the Management Board

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In accordance with Art. 52, paragraph 1 of the Accounting Act of 29 September 1994 (Official Journal 2023 item 120 with amendments), the Management Board of HFCL POLAND Sp. z o.o. ("the Company") presents the financial statements for the Company's first financial period, from 22 March 2024 to 31 March 2025, which consist of:

1. The introduction to the financial statements;
2. The balance sheet as at March 31, 2025, with total assets of PLN 7,330;
3. The profit and loss account for the period from 22 March 2024 to 31 March 2025 with a net loss of PLN 18,756;
4. The statement of changes in equity for the period from 22 March 2024 to 31 March 2025 with a negative equity of PLN 18,756;
5. Supplementary information and explanations (the notes).

The Management Report on the Company's activities for the financial period has been prepared and is presented alongside these financial statements.

These financial statements present a true and fair view of the financial position of the Company as at 31 March 2025 and of its financial performance for the period then ended. The financial statements have been prepared on a going concern basis, as the Management Board has received confirmation of continued financial support from its parent undertaking, allowing the Company to meet its liabilities as they fall due for the foreseeable future.

### Management Board:



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Harshwardhan Pagay  
President of the Management Board

Signed on, 7<sup>th</sup> May 2025

### 1. General information on the Company

#### 1.1 Company name

HFCL POLAND Sp. z o.o. ("the Company")

#### 1.2 Registered office

Chmielna St. 2/31, 00-020 Warsaw, Poland

#### 1.3 Registration in the national court register

Seat of the court	:	District Court for the Capital City of Warsaw in Warsaw, XII Commercial Department of National Court Register
Date of registration:	:	22-Mar-24
Registration number (KRS)	:	0001096290
NIP (Tax Identification Number)	:	5252997633

#### 1.4 Primary business activities and the period of the Company's activities

The Company's main activity is classified under PKD 74.90.Z - Other professional, scientific, and technical activities not elsewhere classified.

During the reporting period, the Company was in its organisational and pre-operational phase.

The Company was established for an indefinite period.

#### 1.5 Reporting period

The Financial Statements were prepared for the Company's first financial period, from the date of registration on 22 March 2024 to 31 March 2025. As this is the Company's first financial period, no comparative information is presented.

#### 1.6 Going concern assumption

During the period ended 31 March 2025, the Company incurred a net loss of PLN 18,756 and, as at that date, had a capital deficiency (negative equity) of PLN 13,756. This situation indicates the existence of a material uncertainty which may cast significant doubt on the Company's ability to continue as a going concern.

However, the Management Board has assessed that the going concern basis is appropriate. This assessment is based on a formal letter of support received from the sole shareholder, HFCL B.V., which has committed to providing sufficient financial resources to the Company to enable it to meet its liabilities as they fall due for a period of at least 12 months from the date of approval of these financial statements. Consequently, the financial statements do not include any adjustments that would be required if the Company were unable to continue as a going concern.

### 2. Significant accounting policies

#### 2.1 Basis of financial statements preparation

The financial statements have been prepared in accordance with the Polish Accounting Act dated 29 September 1994 (Official Journal 2023 item 120 with amendments) and respective by laws and regulations ("Polish GAAP"). The financial statements are presented in Polish Złoty (PLN).

### 2. Significant accounting policies (Continued...)

#### 2.2 Revenue and expenses

Revenue and expenses are recognized on an accrual basis in the period to which they relate, regardless of the period in which related payments are made or received.

The Company records expenses by nature of expenditure and prepares its profit and loss account by nature of expenditure.

**Sales revenue:** Revenue from the sale of services is recognized when the service is rendered and the significant risks and rewards of ownership have been transferred to the buyer, and the amount of revenue can be reliably measured. For services with an execution period shorter than 6 months, revenue is recognized upon completion of service. (For this first period, no revenue is anticipated).

#### 2.3 Interest

Interest income and expense are recognized on an accrual basis using the effective interest rate method.

#### 2.4 Impairment of assets

At each balance sheet date, the Company assesses whether there is any objective evidence that an asset or a group of assets is impaired. If such evidence exists, an impairment loss is recognized.

#### 2.5 Receivables, claims and liabilities

Receivables are stated at the amount due, less any provision for doubtful debts.

Liabilities are recognized at the amount due.

#### 2.6 Accruals and deferred charges

Accruals and deferred charges are made for costs relating to future reporting periods or probable liabilities for the current period.

#### 2.7 Provisions for liabilities

Provisions are recognised when the Company has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made. Provisions are raised for liabilities whose timing or amount are uncertain.

#### 2.8 Foreign exchange differences

Transactions denominated in foreign currencies are recorded on their initial recognition in the functional currency, the Polish Złoty (PLN). The translation is made by applying the average exchange rate for the respective currency as announced by the National Bank of Poland (NBP) prevailing on the business day preceding the date of the transaction. As at the balance sheet date, all monetary assets and liabilities denominated in foreign currencies are re-translated into PLN using the official average exchange rate for that currency as announced by the NBP for the balance sheet date. Foreign exchange differences arising from the settlement of monetary items at rates different from those at which they were initially recorded, and those arising from the re-translation of monetary assets and liabilities at the balance sheet date, are recognized as financial income or financial costs in the profit and loss account for the period.



### 2. Significant accounting policies (Continued...)

#### 2.9 Income tax

Corporate income tax, as presented in the profit and loss account, comprises of current and deferred income tax.

Current income tax is determined in accordance with the relevant tax regulations. Deferred tax presented in the profit and loss account amounts to the difference between deferred tax liabilities and deferred tax assets as at the beginning and the end of the financial period.

Deferred tax assets and liabilities relating to equity transactions are charged or credited to equity.

Deferred tax assets are recognized only to the amount that it is expected to reduce taxable profits in the future with respect to tax deductible temporary differences and tax losses carryforwards calculated under the prudence principle.

Deferred tax liabilities are recorded at the amount of corporate income tax payable in the future and are created based on taxable temporary differences that will increase taxable profits in the future.

Deferred tax assets and liabilities are determined based on the enacted tax rate binding for the year in which the tax obligation arises.

Deferred tax assets and liabilities are presented separately in the balance sheet.

#### 2.10 Financial instruments

Financial instruments are accounted for in accordance with the Decree of the Ministry of Finance dated 12 December 2001 on specific rules concerning recognition, valuation methods, scope of disclosure and manner of presentation of financial instruments in financial statements. The valuation and disclosure principles described in the note below do not apply to assets and liabilities excluded from the scope of the Decree, in particular: shares in subordinated entities, rights and obligations pursuant to leasing and insurance agreements, trade receivables and payables and financial instruments issued by the Company that represent its own equity instruments.

Classification of financial assets: financial assets held for trading, loans and receivables originated by the enterprise, financial assets held to maturity and financial assets available for sale.

Classification of financial liabilities: financial liabilities held for trading and other financial liabilities.

During the year and at the balance sheet day the Company does not have any significant financial instruments except for bank deposits classified as loans and receivables.

### 3 Critical Accounting Judgements and Estimates

The preparation of financial statements requires management to make judgements. The most significant judgements in these financial statements is:

- Going Concern: The assessment of the Company's ability to continue as a going concern, which is dependent on the continued financial support from its parent company (see Note 1.6).

**Balance Sheet as at 31 March 2025**

(All amounts are stated in PLN )

	<u>Notes</u>	<u>31 Mar 2025</u> <u>PLN</u>
<b>Assets</b>		
<b>Fixed assets</b>	5.1	
<b>Current assets</b>		
Short-term receivables		
<i>From related parties</i>	6.1	5,000
Short-term investments		
<i>Cash and cash equivalents</i>	5.2	2,330
<b>Total Assets</b>		<u><u>7,330</u></u>
<b>Equity and Liabilities</b>		
<b>Equity</b>	5.3	
Share capital		5,000
Net loss for the financial period		<u>(18,756)</u>
		<u><u>(13,756)</u></u>
<b>Liabilities and provisions</b>		
Short-term liabilities		
<i>Due to related parties</i>	6.2	<u>21,086</u>
		<u><u>21,086</u></u>
<b>Total Equity and Liabilities</b>		<u><u>7,330</u></u>

**Profit And Loss Account for the period 22 March 2024 to 31 March 2025**

(All amounts are stated in PLN )

	Notes	22 Mar 2024 to 31 Mar 2025 PLN
<b>Net revenues and net revenue equivalents, including</b>		
Net revenues from the sale of finished products and services		-
		-
<b>Operating expenses</b>		
External services	4.1	(18,430)
<b>Operating loss</b>		<b>(18,430)</b>
Financial income		-
Financial expense	4.2	(326)
<b>Gross Loss</b>		<b>(18,756)</b>
Income tax	4.3	0
<b>Net loss</b>		<b>(18,756)</b>



Harshwardhan Pagay  
President of the Management Board

Signed on, 7<sup>th</sup> May 2025



**Statement Of Changes In Equity***(for the period from 22 March 2024 to 31 March 2025)*

(All amounts are stated in PLN)

	Note	
<b>I. Equity at the beginning of the period</b>		
as at 22 March 2024		-
<b>A. Share Capital</b>		
1. Share capital as at 22 March 2024		-
2. Changes in share capital	5.3	5,000
3. Share capital at the end of the period		5,000
<b>B. Reserve Capital</b>		
1. Reserve capital at the beginning of the period		-
2. Reserve capital at the end of the period		-
<b>C. Accumulated profit / (loss)</b>		
1. Accumulated loss from previous years at the beginning of the period		-
2. Accumulated loss from previous years at the end of the period		-
<b>D. Net loss for the financial year</b>		(18,756)
<b>II. Total Equity at the end of the period (A+B+C+D)</b>		<b>(13,756)</b>
<b>III. Proposed coverage of loss for the financial year:</b>		
- To be covered from future profits		(18,756)

**Supplementary Information and Explanations (Notes)***(for the period from 22 March 2024 to 31 March 2025)*

	<b>Amount</b>
	<b>PLN</b>
<b>Note 4: Notes to the Profit and Loss Account</b>	
<b>4.1 External services</b>	
Legal expenses	17,526
Office rent	904
	<b>18,430</b>
<b>4.2 Finance costs</b>	
Bank charges	175
Foreign exchange differences	151
	<b>326</b>
<b>Note 5. Notes to the Balance Sheet</b>	
<b>5.1 Fixed assets</b>	-
No fixed asset has been recognized during the current year.	
<b>5.2 Cash and cash equivalents</b>	
Santander Bank	2,330
The balance comprises unrestricted funds held in a PLN current account with Santander Bank Polska S.A.	
<b>5.3 Share Capital</b>	<b>5,000</b>
The registered share capital consists of 100 indivisible shares with a nominal value of PLN 50.00 each.	
<b>Note 6. Related Party Transactions</b>	
The Company's sole related party during the period was its parent company and 100% shareholder, HFCL B.V., a company registered in the Netherlands. All transactions were conducted on terms agreed between the parties.	
<b>6.1 Receivable from shareholders</b>	<b>5,000</b>
This balance represents the subscribed share capital that is due from the parent company, HFCL B.V. The amount is unsecured, interest-free, and expected to be settled in the subsequent financial period.	
<b>6.2 Liabilities to related parties</b>	<b>21,086</b>
This balance represents an interest-free, unsecured loan from HFCL B.V. It was provided to fund the Company's initial operating expenses and is repayable on demand.	

## **Supplementary Information and Explanations (Notes)**

*(for the period from 22 March 2024 to 31 March 2025)*

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### **6.3 Directors' Remuneration**

No remuneration was paid or was payable to the Management Board, Harshwardhan Pagay for the financial period ended 31 March 2025.

### **Note 7: Events after the balance sheet date**

The Management Board is not aware of any significant events that have occurred after the balance sheet date that would have a material impact on these financial statements or require disclosure.

### **Note 8: Statement of cash flows**

The Company has not prepared a Statement of Cash Flows for the financial period from 22 March 2024 to 31 March 2025, in accordance with Article 45, section 3 of the Polish Accounting Act of 29 September 1994, which exempts small entities from the obligation to prepare this statement. The Company meets the criteria for a "small entity" (jednostka mała) as defined in Article 3, section 1c of the Act.