

Parx Materials N.V.

Statutory seat: Rotterdam

Consolidated annual accounts 2022

Chamber of Commerce file:	55993753
Date:	23 March 2023
Compiled by:	Suzanne Kalkema-Rademakers
Number of copies:	1

Parx Materials N.V.
Statutory seat: Rotterdam

Table of contents

	page
Annual report	
Assignment	3
Compilation report	4
Financial position	5
Graphical presentation balance sheet positions	6
Ratios	7
Financial Statements 2022	
<i>Consolidated annual accounts 2022</i>	
Consolidated balance sheet at 31 December 2022	8
Consolidated profit and loss account 2022	10
Notes and accounting policies for the consolidated financial statements	11
Consolidated balance sheet disclosures	14
Consolidated profit and loss account disclosures	18
<i>Other information</i>	
Report of the Directors	21
Expert's report	21

Annual report

Parx Materials N.V.
Attn. Mr M. van der Jagt
Goudsesingel 96Unit 1.7
3011 KD ROTTERDAM

Rhoon, 23 March 2023

Dear Mr Van der Jagt

Hereby we report on the annual accounts 2022 of your company.

Introduction

Enclosed we offer you: the consolidated annual accounts 2022 of Parx Materials N.V., seated in Rotterdam, Goudsesingel 96Unit 1.7.

The financial statements 2022 consists of the consolidated annual accounts 2022 of the group companies, ie:

Parx Materials N.V.; Parx Plastics Europe B.V.; Parx Plastics Asia B.V..

After adoption and signing of the annual accounts, the necessary publications are to be deposited at the register of the Chamber of Commerce within 8 days.

General

The organization was founded as a public limited company on 4 September 2012, in particular, with the object of:
Manufacture of plastic, financial holding company and patent offices.

The public limited company has been registered at the Chamber of Commerce for Rotterdam under file 55993753 and is statutory seated in Rotterdam.

With regard to the taxes the public limited company is covered by the unit Belastinginspectie Rijnmond/kantoor Rotterdam and registered by fiscal number 851936064.

The VAT return is compiled by our office.

During the reporting period there were no employees.

The Board of Directors consists of:

Mr M. van der Jagt
Mr M. Fiori

The general meeting has adopted the annual accounts 2021, including the appropriation of result, on 30 May 2022 and therefore a discharge has been issued for the Board of Directors' policy.

Yours sincerely,
Van Driel Finance B.V.

Dennis van Driel
NOAB lid

Assistant: Suzanne Kalkema-Rademakers

Parx Materials N.V.
Statutory seat: Rotterdam

Annual report

COMPILATION REPORT

The financial statements of Parx Materials N.V. have been compiled by us using the information provided by you. The financial statements comprise the consolidated balance sheet as at 31 December 2022 and the consolidated profit and loss account for the year 2022 with the accompanying explanatory notes. These notes include a summary of accounting policies which have been applied.

In a compilation engagement, you are responsible for ensuring that you provide us with all relevant information and that this information is correct. Therefore, we have conducted our work, in accordance with the applicable regulations, on the assumption that you have fulfilled your responsibility.

We have performed this compilation engagement in accordance with Dutch law and in accordance with guidelines and work schedules that are based on the quality system NKS of the Netherlands Association of Administration and Tax Experts (NOAB). This means, among other things, that we have complied to the for us applicable regulations to the orders of the NOAB. You and other users of these financial statements may therefore assume that we have conducted the engagement in a professional, competent and objective manner and with due care and integrity and that we will treat all information provided to us as confidential.

The standard requires us to assist you in the preparation and presentation of the financial statements in accordance with Title 9 Book 2 of the Dutch Civil Code (BW). To this end we have applied our professional expertise in accounting and financial reporting.

In accordance with the professional standard applicable to compilation engagements, our procedures were limited primarily to gathering, processing, classifying and summarizing financial information for the financial statements. We have not performed any audit or review procedures which would enable us to express an opinion or a conclusion as to the fair presentation of the financial statements.

Rhoon, 23 March 2023

Van Driel Finance B.V.

Dennis van Driel
NOAB lid

Assistant: Suzanne Kalkema-Rademakers

Parx Materials N.V.
Statutory seat: Rotterdam

Annual report

Financial position

(EUR)

	<u>12/31/2022</u>	<u>12/31/2021</u>
The movements in the financial year are as follows:		
Available at short term		
Cash and cash equivalents	1,038	19,507
Receivables	754,851	527,885
Inventories	63,770	66,280
Current liabilities	<u>(922,702)</u>	<u>(522,771)</u>
Working capital	(103,043)	90,901
Long-term		
Intangible fixed assets	4,008,816	5,008,467
Property, plant and equipment	1,982	3,089
Financial fixed assets	<u>50,802</u>	<u>50,802</u>
Financed with long-term items	<u>3,958,557</u>	<u>5,153,259</u>
This investment was financed with:		
Equity	<u>3,958,557</u>	<u>5,153,259</u>
	<u>3,958,557</u>	<u>5,153,259</u>

During 2022 the working capital has decreased by € 193,944 compared to 2021, which is specified as follows:

	<u>2022</u>
Increase current liabilities	(399,931)
Decrease inventories	(2,510)
Increase receivables	226,966
Decrease cash and cash equivalents	<u>(18,469)</u>
	<u>(193,944)</u>

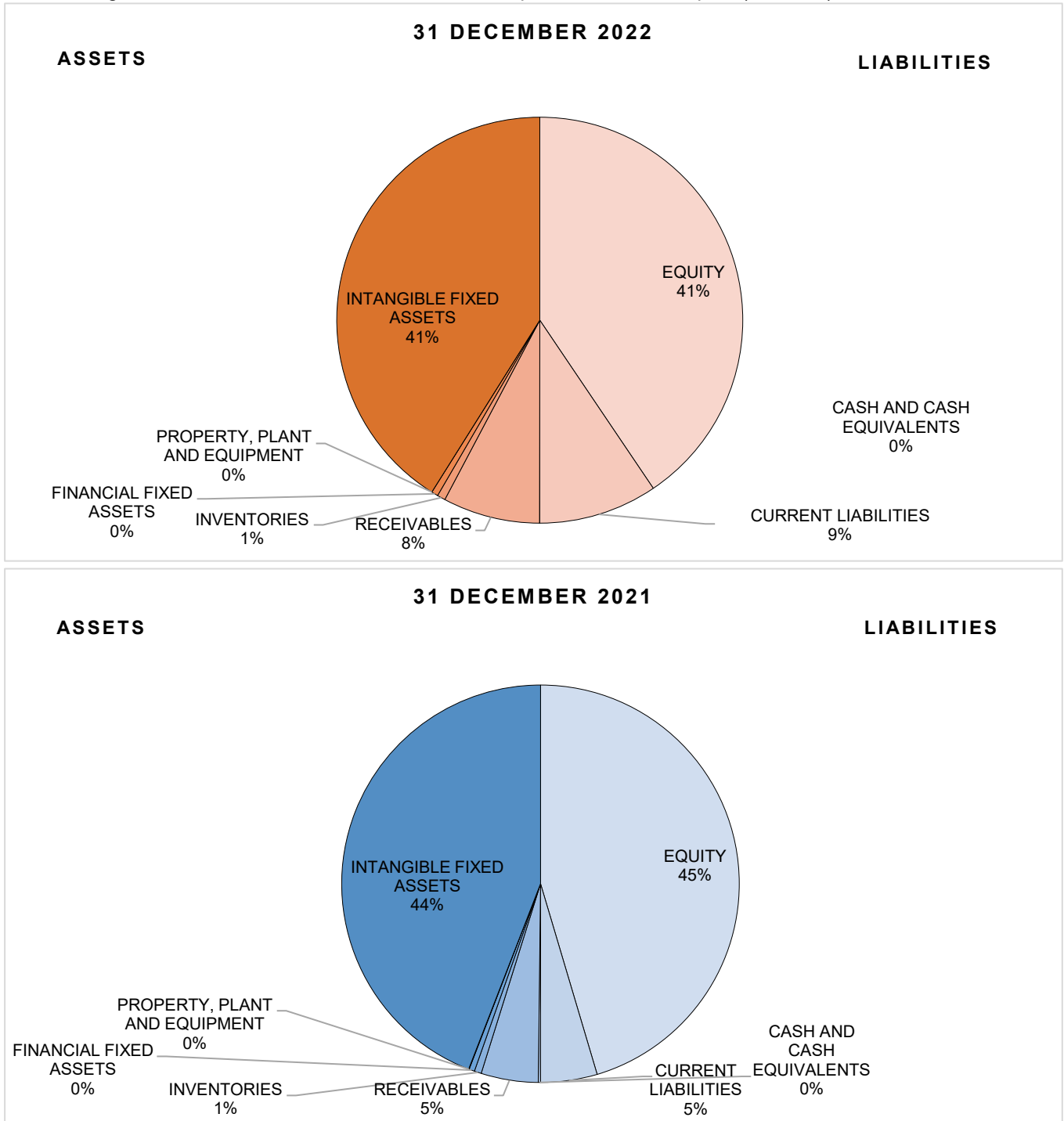
During 2022 the cash and cash equivalents decreased by € 18,469 compared to 2021.

Parx Materials N.V.
 Statutory seat: Rotterdam

Annual report

Graphical presentation balance sheet positions

The graph below shows the relationship between the components of both assets and liabilities. It also gives understanding in how the assets are funded with different parts of the total capital (liabilities).



Parx Materials N.V.
Statutory seat: Rotterdam

Annual report

Ratios

(EUR)

2022

2021

Current ratio

The liquidity of a company is expressed in terms of a ratio, where the current assets are divided by the short-term debts. This ratio indicates to what extent the current liabilities can be fulfilled in the short term, without endangering the continuity of the organisation. In general a standard of 1.5 is considered sufficient. However, there are other factors, which have to be taken into account. For instance profitability, kind of business activities, the quality of the current assets and their term compared to the term of short-term debts and seasonal influences.

<u>current assets</u> short-term debts	0.9	1.2
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Solvency

The solvency indicates to which extent a company is able to fulfill liabilities to third parties in the long term.

If the equity is expressed in proportion to the total capital, a standard of at least 33.33% applies. If the equity is expressed in proportion to the debt capital, a standard of at least 50% applies.

<u>equity</u> total capital	x 100%	81.1%	90.8%
<u>equity</u> debt capital	x 100%	429.0%	985.8%

Financial Statements 2022

Parx Materials N.V.

Statutory seat: Rotterdam

Consolidated balance sheet at 31 December 2022
(before appropriation of result)

ASSETS

(EUR)

	Note	31 December 2022	31 December 2021
NON-CURRENT ASSETS			
Intangible fixed assets	1		
Research and development costs		11,803	16,056
Patents, trademarks and other rights		3,997,013	4,992,411
		4,008,816	5,008,467
Property, plant and equipment	2		
Fixtures and fittings		1,982	3,089
		1,982	3,089
Financial fixed assets	3		
Investments in other participating interests		50,802	50,802
		50,802	50,802
CURRENT ASSETS			
Inventories	4		
Trade goods		63,770	66,280
		63,770	66,280
Receivables	5		
Trade receivables		537,288	81,436
Taxes and social charges		1,563	13,789
Accrued income		216,000	432,660
		754,851	527,885
Cash and cash equivalents	6	1,038	19,507
		4,881,259	5,676,030

(Compilation report issued)

LIABILITIES

(EUR)

	Note	31 December 2022	31 December 2021
Equity	7		
Group equity		3,996,757	5,153,260
Non-controlling interest		(38,200)	(1)
		3,958,557	5,153,259
Current liabilities	8		
Group companies		43,573	42,641
Trade payables		51,017	97,893
Payables other		172,000	172,000
Accruals		656,112	210,237
		922,702	522,771
		4,881,259	5,676,030

Compiled by the Board of Directors on 23 March 2023 in Rotterdam and subject to the adoption by the general meeting.

M. van der Jagt

M. Fiori

Parx Materials N.V.

Statutory seat: Rotterdam

**Consolidated profit and loss account
2022**

(EUR)

	Note	2022	2021
Net revenue	9	128,210	262,483
Cost of sales	10	<u>(77,598)</u>	<u>(147,841)</u>
Gross margin		50,612	114,642
Depreciation	11	8,267	12,641
Other operating expenses:	12		
Other personnel related expenses		368	1,651
Accommodation costs		8,733	16,670
Administration costs and advisory fees		8,442	99,544
Office related expenses		8,751	10,798
Car and transport costs		133	63
Selling expenses		31,321	49,675
General expenses		11,060	16,720
Management fee		<u>175,000</u>	<u>335,000</u>
Operating expenses		252,075	542,762
Operating result		<u>(201,463)</u>	<u>(428,120)</u>
Interest income and related income		<u>(750)</u>	1
Financial result	13	<u>(750)</u>	1
Result before tax		<u>(202,213)</u>	<u>(428,119)</u>
Income tax expense		-	-
Result after tax		<u>(202,213)</u>	<u>(428,119)</u>
Result attributable to non-controlling interest	14	38,199	(1)
Net result after tax		<u><u>(164,014)</u></u>	<u><u>(428,120)</u></u>

(Compilation report issued)

Compiled by the Board of Directors on 23 March 2023 in Rotterdam and subject to the adoption by the general meeting,

M. van der Jagt

M. Fiori

Parx Materials N.V.

Statutory seat: Rotterdam

Notes and accounting policies for the consolidated financial statements

Entity information

Name

Parx Materials N.V.

Legal form

Public limited company

Registered office

Rotterdam

Registration number at the Chamber of Commerce

55993753

Classification based on the legal size criteria

Micro

Activities

The organization's most important activities (SBI-code: 2229) are:
Manufacture of plastic, financial holding company and patent offices.

Address

Goudsesingel 96Unit 1.7
3011 KD Rotterdam

Consolidation

Consolidation, policy

In the consolidated financial statements all group companies are included according to uniform foundations, in accordance with the integral consolidation method. The non-controlling interest in group companies is presented separately, calculated in accordance with the policies of the group and according to their share in the group.

Consolidated interests

The consolidated financial statements include the following group companies:
Parx Materials N.V.; Parx Plastics Europe B.V.; Parx Plastics Asia B.V.

Accounting policies

General accounting policies

In the annual account the appropriation of result is not processed. The financial statements have been prepared under the historical cost convention and in accordance with the requirements of the Dutch Civil Code.

Parx Materials N.V.

Statutory seat: Rotterdam

Notes and accounting policies for the consolidated financial statements

Accounting policies for the valuation of assets and equity and liabilities

Assets and liabilities

Unless otherwise stated, all assets and liabilities are stated at face value.

Intangible fixed assets

Research and development costs

Research and development costs concern directly incurred costs plus the hours spent at cost price for the development of new products, which are in production or have been added to the range. Research and development costs are borne proportional to income over a number of years.

Patents, trademarks and other rights

Granted and applied patents, trademarks and other rights are valued at historical purchase price. There is no depreciation on patents, trademarks and other rights.

Property, plant and equipment

Fixtures and fittings

Fixtures and fittings are valued at historical purchase price reduced with linear calculated depreciation after introduction, based upon the economic lifetime (maximum 10 years).

Financial fixed assets

Investments in other participating interests

Investments in other participating interests are valued at historical purchase price or lower value, if the net asset value is lower, dependent on the extent of participation.

Inventories

Trade goods

Trade goods are valued at historical purchase price, or - if less - at market value. If necessary, a provision for obsolete inventories is deducted from the value.

Receivables

The receivables are stated at face value less any required provision for doubtful debts. Unless otherwise stated, the remaining term for receivables is less than one year.

Cash and cash equivalents

Cash and cash equivalents are at free disposal of the company and consist of directly collectable claims on credit facilities and cash facilities, unless stated otherwise.

Parx Materials N.V.

Statutory seat: Rotterdam

Notes and accounting policies for the consolidated financial statements

Reserves

Legal reserves

Reserve concerning the cost of Research and Development

Share premium

Share premium consists of that part of the issued and paid up capital, which is higher than the nominal value of the issued shares.

Revaluation reserve

The revaluation reserve is formed as a result of appreciations in value of the assets. Depreciations are deducted from this, as far as this concerns depreciations of the assets revaluated in the past. Impairment and reversals of impairment are stated in the profit and loss account.

Lost previous years

This item consists of the accumulated losses, which should be paid off from future profits.

Current liabilities

The current liabilities and accruals are loans with a term of less than one year and are stated at face value, unless otherwise stated.

Accounting policies for the profit and loss account

Net revenue

Net revenue means the amounts charged to third parties for delivered goods and services, excluding VAT.

Cost of sales

The cost of sales are the costs of raw materials used, directly chargeable to the net revenue as well as the manufacturing costs at purchase value, or the direct purchase value of trade goods. If applied, the depreciation of stocks to lower market value is also included, as well as provisions for obsolete inventories.

Depreciation

Depreciation on fixed assets are calculated by means of steady rates of the historical purchase price, respective spent costs, based on the expected economic lifetime, in accordance with the principles, stated under the accounting policies.

(Compilation report issued)

Parx Materials N.V.
Statutory seat: Rotterdam

Consolidated balance sheet disclosures

(EUR)

NON-CURRENT ASSETS

1) Intangible fixed assets

	Research and development costs	Patents, trademarks and other rights	Total
<i>Book value at 31 December 2021</i>			
Purchase price	43,556	10,005,343	10,048,899
Depreciation	(27,500)	(5,012,932)	(5,040,432)
	16,056	4,992,411	5,008,467
<i>Movements 2022</i>			
31 December 2021	16,056	4,992,411	5,008,467
Additions	(3,928)	(988,562)	(992,490)
Depreciation	(325)	(6,836)	(7,161)
31 December 2022	11,803	3,997,013	4,008,816
<i>Book value at 31 December 2022</i>			
Purchase price	43,230	10,005,343	10,048,573
Depreciation	(31,427)	(6,008,330)	(6,039,757)
	11,803	3,997,013	4,008,816
Depreciation rate	10%	10%	

2) Property, plant and equipment

	Fixtures and fittings
<i>Book value at 31 December 2021</i>	
Purchase price	5,532
Depreciation	(2,443)
	3,089
<i>Movements 2022</i>	
31 December 2021	3,089
Rounding difference	(1)
Depreciation	(1,106)
31 December 2022	1,982

Parx Materials N.V.
Statutory seat: Rotterdam

Consolidated balance sheet disclosures

(EUR)

Book value at 31 December 2022

Purchase price	5,532
Depreciation	<u>(3,550)</u>
	<u>1,982</u>
Depreciation rate	20%

3) Financial fixed assets

Summary of the financial fixed assets

	<u>12/31/2022</u>	<u>12/31/2021</u>
Investments in other participating interests	<u>50,802</u>	<u>50,802</u>

Specification of and changes in financial fixed assets

Investments in other participating interests

	<u>1 January 2022</u>	<u>Movements</u>	<u>Dividends</u>	<u>Share in result</u>	<u>31 December 2022</u>
Zincln	802	-	-	-	802
Zinkh N.V.	50,000	-	-	-	50,000
	<u>50,802</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,802</u>

	<u>Interest in share capital</u>	<u>Location</u>
Zincln	1.74%	Norway
Zinkh N.V.	8.85%	Belgium

Explanatory note

The investments in other participating interests are related parties by virtue of the fact that significant influence can be exerted on the business and financial policy.

CURRENT ASSETS

4) Inventories

Summary of the inventories

	<u>12/31/2022</u>	<u>12/31/2021</u>
Trade goods	<u>63,770</u>	<u>66,280</u>

Detailed breakdown of the inventories

Trade goods

Trade goods	<u>63,770</u>	<u>66,280</u>
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Parx Materials N.V.
Statutory seat: Rotterdam

Consolidated balance sheet disclosures

(EUR)

5) Receivables

Summary of the receivables

	<u>12/31/2022</u>	<u>12/31/2021</u>
Trade receivables	537,288	81,436
Taxes and social charges	1,563	13,789
Accrued income	216,000	432,660
	<u>754,851</u>	<u>527,885</u>

Detailed breakdown of the receivables

Trade receivables

Trade receivables nominal	<u>537,288</u>	<u>81,436</u>
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Taxes and social charges

VAT receivable	<u>1,563</u>	<u>13,789</u>
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Accrued income

Prepaid expenses / accrued income	<u>216,000</u>	<u>432,660</u>
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6) Cash and cash equivalents

ABN-AMRO Bank N.V.	1,038	18,866
In transfer	-	607
Other finance companies	-	34
	<u>1,038</u>	<u>19,507</u>

Parx Materials N.V.
Statutory seat: Rotterdam

Consolidated balance sheet disclosures

(EUR)

LIABILITIES

7) Equity

For the equity disclosures is referred to the the company balance sheet disclosures.

8) Current liabilities

Summary of the current liabilities

	<u>12/31/2022</u>	<u>12/31/2021</u>
Group companies	43,573	42,641
Trade payables	51,017	97,893
Payables other	172,000	172,000
Accruals	656,112	210,237
	<u>922,702</u>	<u>522,771</u>

Detailed breakdown of the current liabilities

Group companies

Group company Venor B.V.	14,647	14,465
Group company Silarity N.V.	28,926	28,176
	<u>43,573</u>	<u>42,641</u>

Trade payables

Trade payables	<u>51,017</u>	<u>97,893</u>
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Payables other

Advances received	<u>172,000</u>	<u>172,000</u>
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Accruals

Revenues received in advance	450,850	-
Accrued operating expenses	3,725	8,000
Accrued expenses / deferred income	201,537	202,237
	<u>656,112</u>	<u>210,237</u>

(Compilation report issued)

Parx Materials N.V.

Statutory seat: Rotterdam

Consolidated profit and loss account disclosures

(EUR)

	<u>2022</u>	<u>2021</u>
9) Net revenue		
Turnover group 0	<u>128,210</u>	<u>262,483</u>
10) Cost of sales		
Cost of sales group 0	<u>77,598</u>	<u>147,841</u>

Net revenue versus cost of sales

	<u>2022</u>			<u>2021</u>		
	Net revenue	Cost of sales	Margin as a % of net revenue	Net revenue	Cost of sales	Margin as a % of net revenue
Turnover group 0	<u>128,210</u>	<u>77,598</u>	39.5	<u>262,483</u>	<u>147,841</u>	43.7

Average number of employees

Explanatory note

During the reporting period there were no employees.

11) Depreciation

Amortization of intangible assets	7,161	11,535
Depreciation of tangible assets	<u>1,106</u>	<u>1,106</u>
	<u>8,267</u>	<u>12,641</u>

Detailed breakdown of the depreciation

Amortization of intangible assets

Amortization expenses research and development costs	325	325
Amortization expenses patents, trademarks and other rights	<u>6,836</u>	<u>11,210</u>
	<u>7,161</u>	<u>11,535</u>

Depreciation of tangible assets

Depreciation expenses fixtures and fittings	<u>1,106</u>	<u>1,106</u>
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Parx Materials N.V.

Statutory seat: Rotterdam

Consolidated profit and loss account disclosures

(EUR)

	<u>2022</u>	<u>2021</u>
12) Other operating expenses		
Other personnel related expenses	368	1,651
Accommodation costs	8,733	16,670
Administration costs and advisory fees	8,442	99,544
Office related expenses	8,751	10,798
Car and transport costs	133	63
Selling expenses	31,321	49,675
General expenses	11,060	16,720
Management fee	175,000	335,000
	<u>243,808</u>	<u>530,121</u>
<i>Detailed breakdown of the other operating expenses</i>		
Other personnel related expenses		
Other course fees	368	51
Other employee costs	-	1,600
	<u>368</u>	<u>1,651</u>
Accommodation costs		
Rental costs	<u>8,733</u>	<u>16,670</u>
Administration costs and advisory fees		
Audit fees	3,298	3,060
Notary fees	1,972	522
Other advisory fees	172	-
Other advisory fees	-	42,000
Other advisory fees	3,000	53,962
	<u>8,442</u>	<u>99,544</u>
Office related expenses		
Postage	222	158
Computer costs	3,686	3,444
Subscriptions and Chamber of Commerce costs	4,415	4,385
Other office costs	428	2,811
	<u>8,751</u>	<u>10,798</u>
Car and transport costs		
Other car and transport costs	<u>133</u>	<u>63</u>

Parx Materials N.V.

Statutory seat: Rotterdam

Consolidated profit and loss account disclosures

(EUR)

	<u>2022</u>	<u>2021</u>
Selling expenses		
Representations	4,033	457
Traveling and hotel expenses	8,486	5,358
Advertisement	-	136
Other selling expenses	18,802	43,724
	<u>31,321</u>	<u>49,675</u>
General expenses		
Insurances	-	10,592
Bank costs and foreign currency exchange differences	1,692	(174)
Other costs	9,368	6,302
	<u>11,060</u>	<u>16,720</u>
Management fee		
Fee charged	<u>175,000</u>	<u>335,000</u>
13) Financial result		
Interest income and related income	<u>(750)</u>	<u>1</u>
On balance an expense / income	<u>(750)</u>	<u>1</u>
<i>Detailed breakdown of the financial result</i>		
Interest income and related income		
Other interest and related income	<u>(750)</u>	<u>1</u>
14) Result attributable to non-controlling interest		
Result attributable to non-controlling interest	<u>38,199</u>	<u>(1)</u>

(Compilation report issued)

Parx Materials N.V.
Statutory seat: Rotterdam

Other information

Management report

In accordance with Part 9 of Book 2 of the Dutch Civil Code (Section 2:396 sub 7) the company is exempt from the obligation to compose a management report. The Board of Directors has made use of this exemption, hence no management report has been included.

Expert`s report

In accordance with Part 9 of Book 2 of the Dutch Civil Code (Section 2:396 sub 7) the company is exempt from the obligation to audit the financial statements by an accountant. Based on this, no audit engagement has been proposed and no auditor's report is available.

(Compilation report issued)

Compiled by the Board of Directors on 23 March 2023 in Rotterdam and subject to the adoption by the general meeting,

M. van der Jagt

M. Fiori