



LOGICOM PUBLIC LIMITED

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

LOGICOM PUBLIC LIMITED

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Period from 1 January 2023 to 30 September 2023

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BOARD OF DIRECTORS AND PROFESSIONAL ADVISERS**DIRECTORS**

Takis Klerides, Chairman
Varnavas Irinarchos, Vice Chairman and Managing Director
Anthoulis Papachristoforou, Deputy Managing Director
George Papaioannou, Director
Anastasios Athanasiades, Director (resigned on 28 September 2023)
Andreas Constantinides, Director
Christoforos Hadjikyprianou, Director
Neoclis Nicolaou, Director
Linios Chrysostomou, Director (appointed on 06 April 2023)

GROUP CHIEF FINANCIAL OFFICER

Anthoulis Papachristoforou

SECRETARY

Logicom Secretarial Services Limited
 26 Stasinou Street, Ayia Paraskevi
 2003 Strovolos, Nicosia

REGISTERED OFFICE

26 Stasinou Street, Ayia Paraskevi
 2003 Strovolos, Nicosia

MANAGEMENT OFFICE

26 Stasinou Street, Ayia Paraskevi
 2003 Strovolos, Nicosia

INDEPENDENT AUDITORS

KPMG Limited
 14 Esperidon street
 1087 Nicosia

LEGAL ADVISERS

Scordis, Papapetrou & Co LLC
 Zenonos Sozou 3,
 1st floor
 3105 Limassol

BANKERS

Hellenic Bank Public Company Limited
 Bank of Cyprus Public Company Limited
 Eurobank EFG
 Alpha Bank Cyprus Ltd
 AstroBank Limited
 Societe Generale Bank - Cyprus Limited
 The Cyprus Development Bank Public Company Limited
 FIMBank PLC
 Ancoria Bank Limited
 National Bank of Greece (Cyprus) Ltd

BANKERS

National Bank of Greece S.A
 Alpha Bank S.A.
 Piraeus Bank S.A.
 Eurobank Ergasias S.A.
 Standard Chartered Bank (UAE)
 National Bank of Fujairah PSC
 Mashreqbank PSC
 National Bank of Kuwait SAK
 Emirates NBD Bank PJSC
 Standard Chartered Bank (Bahrain)
 The Commercial Bank of Qatar (Q.S.C.)
 Standard Chartered Bank (Qatar)
 Bank of Beirut (Oman)
 Vista Bank (Romania) SA
 Banca Transilvania SA
 Alpha Bank Romania SA
 Albaraka Turk Katilim Bankasi A.S.
 Turkiye Garanti Bankasi A.S
 QNB Finansbank A.S.
 Arab Bank PLC Jordan
 Credito Valtellinese spa
 Credit Agricole
 Unicredit Bank AG
 Saudi British Bank
 Emirates NBD (KSA)
 Abu Dhabi Commercial Bank
 First Abu Dhabi Bank
 Bank Audi S.A.L
 Societe Generale de Banque au Liban
 Banque Marocaine Pour Le Commerce et L' Industrie
 Emirates NBD (Egypt)

LOGICOM PUBLIC LIMITED**STATEMENT OF THE MEMBERS OF THE BOARD OF DIRECTORS AND THE OFFICIALS OF THE
COMPANY RESPONSIBLE FOR THE FINANCIAL STATEMENTS**

According to the articles of the Conditions for Transparency (Movable Securities for Trading in Controlled Market) Law of 2007 (190(I)/2007) (“Law”), we the members of the Board of Directors and Anthoulis Papachristoforou, BA (Hons) FCCA, Group Financial Controller responsible for the preparation of the financial statements, of the Group and the Company Logicom Public Ltd, for the period ended 30 September 2023, we confirm that to the best of our knowledge:

(a) The Interim Consolidated Financial Statements which are presented on pages 7 to 59,

(i) were prepared in accordance with the International Financial Reporting Standard (IAS) 34 Interim Financial Statements. The Interim Consolidated Financial Statements have not been audited by the Group external auditors, and

(ii) give a true and fair view of the assets and liabilities, of the financial position and of the profit or losses of Logicom Public Limited and the businesses that are included in the Interim Consolidated Financial Statements as a whole, and

b) the interim management report provides a fair view of the information provided in section 10(6) of the Law in accordance with the provisions of section 10(7)(b) of the Law.

Members of the Board of Directors:

Takis Klerides, Chairman

Varnavas Irinarchos, Vice Chairman and Managing Director

Anthoulis Papachristoforou, Deputy Managing Director

George Papaioannou

Andreas Constantinides

Christoforos Hadjikyprianou

Neoclis Nicolaou

Linos Chrysostomou

Responsible for drafting the financial statements

Anthoulis Papachristoforou (Group Chief Financial Officer)

Nicosia, 24 November 2023

LOGICOM PUBLIC LIMITED

BOARD OF DIRECTORS' INTERIM REPORT

ACCOUNTING STANDARDS FOR THE PREPARATION OF THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The Interim Consolidated Financial Statements were prepared according to the International Accounting Standard (IAS) No. 34 Interim Financial Reporting. The Interim Consolidated Financial Statements have not been audited by the statutory Group auditors.

DEVELOPMENT AND PERFORMANCE OF THE GROUP'S ACTIVITIES AND POSITION, RISKS AND UNCERTAINTIES

DEVELOPMENT AND PERFORMANCE OF THE GROUP'S ACTIVITIES AND POSITION

1. **The turnover** increased significantly by 12,1% in relation to the corresponding period in 2022. The Turnover of the Distribution Sector increased significantly by 10,7%, mainly due to the increased sales in the markets of the Gulf region, Saudi Arabia, Jordan and Cyprus compared to the nine month period of 2022. The turnover of the Software and Integrated Solutions Sector increased significantly by 35,5%, compared with the corresponding period last year, mainly due to the undertaking of projects in the Cyprus and Greek markets.
2. **The percentage of gross profit margin** decreased to 7,3% compared to 7,6% in the corresponding period of 2022 (2023: Gross profit: €69.781.641 to Sales: €954.373.475, 2022: Gross profit: €64.782.200 to Sales: €851.698.600 as reported in the Consolidated Statement of Profit or Loss and Other Comprehensive Income), mainly due to sales with a lower than average gross margin.
3. **Other Income** mainly relates to contributions from suppliers for the promotion of their products and income from collaborations with third parties. During the nine month period of 2023, the contributions from suppliers are increased. The significant decrease in other income compared to the corresponding period last year, is due to the collection of an amount of €1.087.800 from the subsidiary company ICT Logicom Solutions S.A., during the nine month period of 2022, in relation to a settlement arrangement for the termination of a contract agreement with C.A. Europe S.A.R.L.
4. **The Group's Expected Credit Losses** amount to €199.246 compared to €1.415.051 in the nine month period of 2022. The decrease is due to the fact that during the corresponding period last year, the credit losses that were recognised, included an amount of €1.175.033 which related to the recognition of an additional impairment provision for Cash and Cash Equivalents which derived from the subsidiary company Logicom (Middle East) SAL in Lebanon, as a result of the prolonged political and economic instability that had a severe negative impact on the country. The Expected Credit Losses were recognised in the results in accordance with the provisions of IFRS9.
5. The **Administration Expenses** increased by €1.631.384 and by 4,2% in percentage terms compared to the nine month period of 2022, mainly due to the increase of personnel and infrastructure expenses, as a result of the Group's expansion plan to new markets and the expansion of the range of available products. The term 'Administration Expenses' encompasses all the operating expenses of the Group, including Administrative, Distribution and Operational expenses.
6. **The Profit from Operating Activities** increased significantly by 16,3% compared to the corresponding period of 2022 and amounts to €30.394.254 compared to €26.134.102 in the nine month period of 2022, mainly due to the increase in Turnover and the decrease in Expected credit losses, despite the increase in the Administration Expenses. The term 'Operating Activities' encompasses all the activities of the Group.
7. **The Net Bank Finance Cost**, including Interest Receivable and Payable, and related Bank Charges resulting from the banking facilities used for the execution of the Group's operations, increased to €10.243.271 compared to €5.212.378 during the corresponding period of 2022 and by 96,5%, in percentage terms, due to the significant increase of the borrowing rates in US Dollars and Euro, compared to the corresponding period last year.

LOGICOM PUBLIC LIMITED

BOARD OF DIRECTORS' INTERIM REPORT

DEVELOPMENT AND PERFORMANCE OF THE GROUP'S ACTIVITIES AND POSITION, RISKS AND UNCERTAINTIES *(continued)*

8. **The Foreign Exchange Difference** resulting mainly from the exchange rate fluctuations between the US Dollar and the Euro, amounts to a loss of €904.939 (nine month period of 2022 loss: €2.224.075). It is clarified that the provisions of IFRS 9 in relation to Hedge Accounting have been adopted, with the aim to reduce the effects of the exchange rate fluctuations between the US Dollar and the Euro in the Consolidated Statement of Profit or Loss and Other Comprehensive Income.

According to the directives of the IAS21, the increase in the value of the Company's long term investments in its foreign subsidiaries, due to foreign exchange differences, amounting to €68.797, is transferred to the Reserves until the date of liquidation, where any result will be transferred in the Consolidated Statement of Profit or Loss and Other Comprehensive Income.

9. References to the **Share of Profit from associated companies after tax** refer to the share of profit of €17.368.275 for the nine month period of 2023, compared to share of profit of €5.939.088 for the prior year's corresponding period, from the associated company Demetra Holdings Plc ('Demetra'). The financial results of Demetra include 21,33% of the results of Hellenic Bank Public Company Ltd ('Hellenic'). During 2019, Demetra increased its shareholding in Hellenic to 21,01% and evaluated, based on the provisions of the International Financial Reporting Standards, that it exercises significant influence, which recognised the investment using the equity accounting method.
References to the **Share of (Loss)/profit from joint ventures and to the (Loss)/profit attributable to Non-controlling Interest** refer to the net profit of the investments in the Desalination Plants in Larnaca and Episkopi.

10. **The Profit attributable to the Company's shareholders** increased significantly by 47,1% compared to the corresponding period of 2022, from €22.637.575 to €33.305.679, mainly due to the increase in turnover and the share of profit from associated companies, despite the increase of the administration expenses, the net financing costs due to the increased interests payable, and share of loss from joint ventures versus profit, compared to the nine month period of 2022.

11. **The Group's Cash and Cash Equivalent** compared to the bank overdrafts present a debit balance of €18.304.448 at the end of the nine month period of 2023 compared to a debit balance of €29.146.094 at the end of 2022. **The short-term loans** decreased to €118.134.473 from €120.625.608. **The long-term loans** decreased to €9.763.986 from €11.749.249.

12. Verendrya Ventures Limited, of which the Company holds 60% of its share capital, in a joint venture with a 50% share:

- Completed the construction of the Desalination plant in Episkopi based on the agreement with the Water Development Department dated 7 August 2009. As announced, as per the agreement dated 20 July 2011 Demetra Holdings Plc, participates indirectly to the execution and operation of the desalination project in Episkopi as a result of the indirect 40% share in Verendrya Ventures Limited. The construction of the project was completed in June 2012 and the desalination unit remained in stand by mode from 1 July 2012 until 27 April 2014. The desalination unit started production on the 28th of April 2014. As of today, claims are pending in regards to the execution of this contract.

- On 26 January 2012, signed an agreement with the Water Development Department for the renovation and operation of the existing desalination unit in Larnaca. Demetra Holdings Plc participates indirectly in the implementation and operation of the desalination project in Larnaca with 40% share in Verendrya Ventures Limited. The renovation of the unit was completed in June 2015 and started operations on the 4th of July 2015. As of today, claims are pending in regards to the execution of this contract.

13. During the nine month period of 2023, the Turnover and the Profit from Operations are significantly increased, and in connection with the increase in the share of profit from associated companies, despite the increase of the net financing costs, due to the increase in interests payable, and the share of loss from joint ventures versus profit in the nine month period of 2022, the Profit attributable to the Shareholders is significantly increased in comparison to the corresponding period of 2022.

14. During the nine month period of 2023 there was not any income from non-recurring or extraordinary activities.

LOGICOM PUBLIC LIMITED**BOARD OF DIRECTORS' INTERIM REPORT****DEVELOPMENT AND PERFORMANCE OF THE GROUP'S ACTIVITIES AND POSITION, RISKS AND UNCERTAINTIES** *(continued)*

15. The economic performance measurement indicators used in the above report for the performance and position of the Group serve a better analysis and understanding of these results.
16. The results are within the estimations of the Board of Directors.

RISKS AND UNCERTAINTIES

The main risks consist of credit risk, market risk which includes the interest rate risk, foreign exchange risk, and the other price market risks, liquidity risk, fair value risk and risk of capital management. These risks are analysed and the procedures of monitoring them are described in note 14 to the Interim Consolidated Financial Statements.

OPERATIONS OF THE COMPANY AND ITS SUBSIDIARY COMPANIES

During the nine month period of 2023, the Group continued the distribution of high technology products, the supply of services and integrated information technology, telecommunication and software solutions, and the participation in large infrastructure projects in the water sector, as well as, participation in public companies.

FORESEEABLE DEVELOPMENT OF THE GROUP

The inflationary trends observed worldwide, the significant increase in the borrowing rates in an attempt to restrain inflation, and the observed instability in the Group's areas of operations, which continued during the nine month period of 2023, have affected the Group's and the Company's operations and have led to an increase in operating costs and borrowing costs.

During the nine month period of 2023, despite the above, the turnover is significantly increased, the Group's profitability from ordinary activities (excluding the share of profit/(loss) from associated company and joint ventures) increased compared to the corresponding period last year. Borrowing costs are increased, as a result of the significant increase of the banks' borrowing rates.

The Management of the Group is closely monitoring the developments, in order to maintain and strengthen growth prospects without affecting the viability and the strong financial position of the Group. The planning for 2023 has been formed on the basis of continuous effort for growth both in existing, but also in new markets, and by taking advantage of the opportunities offered by the market.

RESEARCH AND DEVELOPMENT ACTIVITIES

There were no significant activities in the sector of research and development from the Group's companies.

RELATED PARTIES TRANSACTIONS AND BALANCES

The related parties' transactions and balances are analysed in the notes 19 and 20.

LOGICOM PUBLIC LIMITED**BOARD OF DIRECTORS' INTERIM REPORT****FOREIGN OPERATIONS - BRANCHES**

The Group operates through subsidiary companies in United Arab Emirates, Saudi Arabia, Lebanon, Jordan, Greece, Italy, Romania, Germany, Qatar, Kuwait, Oman, Bahrain, Egypt and Morocco. The Group operates a branch in Malta.

USE OF FINANCIAL INSTRUMENTS

The derivative financial instruments of the Group and the Company relate to foreign exchange hedging products to hedge the risk of fluctuations in foreign currencies. The Group's and the Company's management follow a policy to minimize the risk arising from the fluctuations in foreign exchange rates, as stated in the significant accounting policies.

The profit arising from the change in the fair value of derivative financial instruments for the period, that was recognised in the Group's results amounted to €231.575 (nine month period of 2022, profit: €3.842.183).

SHARE CAPITAL

There was no change in the issued share capital of the company during the nine month period of 2023.

All shares are listed and traded in the Cyprus Stock Exchange, have the same and equal rights and have no limitations in their transfer. Detailed information in relation to the Company's share capital is presented in note 11.

COMPOSITION, SEGRAGATION OF DUTIES AND REIMBURSEMENT OF THE BOARD OF DIRECTORS - SHARE CAPITAL PARTICIPATION - REELECTION

The members of the Board of Directors as at 30 September 2023 and at the date of the present report are presented on page 2.

The percentages of participation in the Company's share capital that was held directly or indirectly by the members of the Board of Directors of the Company on 30 September 2023 and on 24 November 2023 are presented in notes 15 and 16 to the Interim Consolidated Financial Statements.

The remuneration of the executive directors is presented in note 17 to the Interim Consolidated Financial Statements.

SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

The significant events after the reporting date that have a bearing on the understanding of the Interim Consolidated Financial Statements are presented in note 21.

PUBLICATION

1. The Interim Financial Report will not be sent to the shareholders but the Consolidated Statement of Profit or loss and Other Comprehensive Income will be published in the newspapers 'Politis' on 28/11/2023 and 'Haravgi' and 'o Phileleftheros' on 29/11/2023.
2. The whole content of the Interim Financial Report, is available, free of charge, from the Registered Office of the Company (Stasinou 26, Ayia Paraskevi, 2003 Strovolos, Nicosia. Tel.: +357 22 551000, Fax: +357 22 514295, e-mail: info@logicom.net) and it is uploaded in the Company's websites (www.logicom.net) and of the Cyprus Stock Exchange(www.cse.com.cy).

THE BOARD OF DIRECTORS

24 November 2023

LOGICOM PUBLIC LIMITED

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Period ended 30 September 2023

	Note	Period ended 30 September 2023 €	Period ended 30 September 2022 €	Year ended 31 December 2022 €
Revenue		954.373.475	851.698.600	1.163.916.551
Cost of sales		(884.591.834)	(786.916.400)	(1.074.222.110)
Gross profit		69.781.641	64.782.200	89.694.441
Other income		986.830	1.310.540	3.055.180
Expected credit losses	14.1	(199.246)	(1.415.051)	(2.154.434)
Administrative expenses		(40.174.971)	(38.543.587)	(52.195.380)
Profit from operations		30.394.254	26.134.102	38.399.807
Net foreign exchange loss		(904.939)	(2.224.075)	(1.668.516)
Interest receivable		411.835	422.239	579.008
Interest payable and bank charges		(10.655.106)	(5.634.617)	(8.708.292)
Net finance costs		(11.148.210)	(7.436.453)	(9.797.800)
Net share of profit from associated companies after tax	9	17.368.275	5.939.088	2.696.682
Net share of (loss)/profit from joint ventures after tax	9	(1.350.988)	236.691	5.782
Profit before tax		35.263.331	24.873.428	31.304.471
Tax		(2.506.659)	(2.146.365)	(4.531.796)
Profit for the period/year		32.756.672	22.727.063	26.772.675
Other comprehensive income that will not be reclassified to profit or loss in future periods				
Surplus from revaluation of land and buildings		-	-	1.752.467
Increase from revaluation of investments at fair value through other comprehensive income		10.983.763	933.619	8.045.607
Deferred taxation arising from revaluation of land and buildings		(33.875)	2.482	(45.167)
Adjustment on remeasurement of obligation		-	-	527.428
Share of profit from associated company	9	13.647	16.194	245.788
Deferred taxation arising from the remeasurement of obligation		-	-	(3.028)
		10.963.535	952.295	10.523.095
Other comprehensive income that will be reclassified to profit or loss in future periods				
Exchange difference from translation and consolidation of financial statements from foreign operations		379.245	19.384.667	5.646.268
Exchange difference in relation to hedge of a net investment in a foreign operation		(254.877)	(8.307.202)	(3.009.631)
Share of loss from associated company	9	(16.616)	(463.812)	(526.739)
		107.752	10.613.653	2.109.898
Other comprehensive income for the period/year		11.071.287	11.565.948	12.632.993
Total comprehensive income for the period/year		43.827.959	34.293.011	39.405.668
Profit for the period/year attributable to:				
Company's shareholders		33.305.679	22.637.575	26.718.648
Non-controlling interest		(549.007)	89.488	54.027
Profit for the period/year		32.756.672	22.727.063	26.772.675
Total comprehensive income for the period/year attributable to:				
Company's shareholders		44.376.966	34.203.523	39.351.641
Non-controlling interest		(549.007)	89.488	54.027
Total comprehensive income		43.827.959	34.293.011	39.405.668
Basic earnings per share (cent)	5	44.96	30.56	36.07
Diluted earnings per share (cent)	5	44.96	30.56	36.07

The notes on pages 12 to 59 are an integral part of these consolidated interim financial statements.

LOGICOM PUBLIC LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2023

	Note	30 September 2023 €	31 December 2022 €
ASSETS			
Property, plant and equipment	6	23.889.072	23.808.383
Right-of-use assets	7	4.751.449	5.262.268
Intangible assets and goodwill		7.860.445	8.119.403
Investments in associated companies and joint ventures	9	99.438.667	82.502.127
Investments at fair value through other comprehensive income		30.754.537	19.770.774
Trade and other receivables		23.396.191	24.298.062
Deferred taxation		2.074.879	1.271.560
Total non-current assets		<u>192.165.240</u>	<u>165.032.577</u>
Inventories		89.443.752	106.592.350
Trade and other receivables		330.214.666	283.688.485
Investments at fair value through profit or loss		19.006	19.006
Current tax assets		963.211	96.835
Cash and cash equivalents	10	49.430.337	61.416.739
Total current assets		<u>470.070.972</u>	<u>451.813.415</u>
Total assets		<u>662.236.212</u>	<u>616.845.992</u>
Equity			
Share capital	11	25.187.064	25.187.064
Reserves		247.409.927	209.329.727
Equity attributable to shareholders of the Company		272.596.991	234.516.791
Non-controlling interest		(3.169.727)	(2.620.720)
Total equity		<u>269.427.264</u>	<u>231.896.071</u>
Liabilities			
Long-term loans	12	6.676.434	8.661.334
Obligations under finance leases		3.746.676	4.266.280
Trade and other payables		12.208.463	12.080.840
Deferred taxation		536.973	533.868
Provision for other liabilities and termination of employment		2.926.179	2.593.343
Total non-current liabilities		<u>26.094.725</u>	<u>28.135.665</u>
Trade and other payables		211.922.066	194.871.909
Bank overdrafts	12	31.125.889	32.270.645
Short term loans	12	118.134.473	120.625.608
Current portion of long-term loans	12	3.087.552	3.087.915
Obligations under finance leases		1.351.491	1.206.241
Promissory notes		-	2.000.000
Derivative financial instruments		12.733	320.832
Current tax liabilities		946.136	2.224.409
Provision for other liabilities and termination of employment		133.883	206.697
Total current liabilities		<u>366.714.223</u>	<u>356.814.256</u>
Total liabilities		<u>392.808.948</u>	<u>384.949.921</u>
Total equity and liabilities		<u>662.236.212</u>	<u>616.845.992</u>

The notes on pages 12 to 59 are an integral part of these consolidated interim financial statements.

LOGICOM PUBLIC LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Period ended 30 September 2023

	Share capital	Share Premium Reserve	Revaluation Reserve	Difference arising on the conversion the share capital to Euro	Hedge reserve	Statutory reserve	Translation reserve	Retained earnings	Total	Non-controlling interest	Total
	€	€	€	€	€	€	€	€	€	€	€
Balance at 1 January 2022	25.187.064	10.443.375	6.388.549	116.818	(9.314.992)	2.849.638	(1.857.654)	167.614.330	201.427.128	(2.594.747)	198.832.381
<i>Total comprehensive income</i>											
Profit for the period	-	-	-	-	-	-	-	22.637.575	22.637.575	89.488	22.727.063
Other comprehensive income	-	-	2.482	-	(8.307.202)	-	19.384.667	486.001	11.565.948	-	11.565.948
<i>Transactions with owners recognized directly in equity</i>											
Proposed dividend for 2021 that was paid in 2022	-	-	-	-	-	-	-	(5.926.368)	(5.926.368)	-	(5.926.368)
<i>Other movements</i>											
Transfer	-	-	-	-	-	-	-	-	-	-	-
Balance at 30 September 2022	<u>25.187.064</u>	<u>10.443.375</u>	<u>6.391.031</u>	<u>116.818</u>	<u>(17.622.194)</u>	<u>2.849.638</u>	<u>17.527.013</u>	<u>184.811.538</u>	<u>229.704.283</u>	<u>(2.505.259)</u>	<u>227.199.024</u>
Balance at 1 January 2023	25.187.064	10.443.375	8.095.849	116.818	(12.324.623)	3.000.245	3.788.614	196.209.449	234.516.791	(2.620.720)	231.896.071
<i>Total comprehensive income</i>											
Profit for the period	-	-	-	-	-	-	-	33.305.679	33.305.679	(549.007)	32.756.672
Other comprehensive income	-	-	(33.875)	-	(254.877)	-	379.245	10.980.794	11.071.287	-	11.071.287
<i>Transactions with owners recognized directly in equity</i>											
Proposed dividend for 2022 that was paid in 2023	-	-	-	-	-	-	-	(6.296.766)	(6.296.766)	-	(6.296.766)
<i>Other movements</i>											
Transfer	-	-	-	-	-	9.557	-	(9.557)	-	-	-
Balance at 30 September 2023	<u>25.187.064</u>	<u>10.443.375</u>	<u>8.061.974</u>	<u>116.818</u>	<u>(12.579.500)</u>	<u>3.009.802</u>	<u>4.167.859</u>	<u>234.189.599</u>	<u>272.596.991</u>	<u>(3.169.727)</u>	<u>269.427.264</u>

The notes on pages 12 to 59 are an integral part of these consolidated interim financial statements.

LOGICOM PUBLIC LIMITED

CONSOLIDATED CASH FLOW STATEMENT
Period ended 30 September 2023

	Note	Period ended 30 September 2023 €	Period ended 30 September 2022 €
Cash flows from/(used in) operations			
Profit for the period		32.756.672	22.727.063
Adjustments for:			
Exchange differences		(826.422)	8.655.806
Depreciation	6	1.091.242	1.023.579
Depreciation on leased property, plant and equipment	6	178.754	171.363
Depreciation on right of use assets	7	1.309.254	1.329.173
Interest payable		9.297.370	5.001.480
Interest receivable		(411.835)	(422.239)
Expected credit losses		199.246	1.415.051
Provision for the decrease in the value of inventories		625.290	325.976
Share of profit from investments in associated companies	9	(17.368.275)	(5.939.088)
Share of loss /(profit) from joint ventures		1.350.988	(236.691)
Change in fair value of derivative financial instruments		(308.099)	(3.549.920)
Profit from the disposal of property, plant and equipment		(13.968)	(9.107)
Amortisation of research and development		258.958	427.309
Charge to profit or loss for provisions		471.354	473.860
Tax		<u>2.506.659</u>	<u>2.146.365</u>
		31.117.188	33.539.980
Decrease/(increase) in inventories		16.523.308	(24.251.596)
Increase in trade and other receivables		(45.823.556)	(64.993.773)
Increase in trade and other payables		17.177.780	17.011.768
Repayment of promissory notes		(2.000.000)	(310.273)
Benefits paid for termination of employment		<u>(811.470)</u>	<u>(246.674)</u>
		16.183.250	(39.250.568)
Tax paid		<u>(4.651.308)</u>	<u>(3.798.719)</u>
Net cash flows from/(used in) operations		<u>11.531.942</u>	<u>(43.049.287)</u>
Cash flows (used in)/from investing activities			
Proceeds from disposal of property, plant and equipment		55.175	18.306
Payment to acquire intangible assets		-	(21.708)
Payments to acquire property, plant and equipment	6	(1.362.374)	(671.135)
Interest received		<u>411.835</u>	<u>422.239</u>
Net cash flows used in investing activities		<u>(895.364)</u>	<u>(252.298)</u>
Net cash flow (used in)/from financing activities			
Proceeds from issue of new loans		175.068.217	184.995.250
Repayment of loans		(179.544.615)	(140.280.100)
Repayments of obligations under finance leases		(1.671.491)	(1.267.628)
Interest paid		(9.033.569)	(4.786.554)
Dividends paid		<u>(6.296.766)</u>	<u>(5.926.368)</u>
Net cash flows (used in)/from financing activities		<u>(21.478.224)</u>	<u>32.734.600</u>
Net change in cash and cash equivalents		(10.841.646)	(10.566.985)
Cash and cash equivalents at beginning of the period		<u>29.146.094</u>	<u>(669.548)</u>
Cash and cash equivalents at end of the period	10	<u>18.304.448</u>	<u>(11.236.533)</u>

The notes on pages 12 to 59 are an integral part of these consolidated interim financial statements.

LOGICOM PUBLIC LIMITED

STATEMENT OF FINANCIAL POSITIONAs at 30 September 2023

	Note	30 September 2023 €	31 December 2022 €
ASSETS			
Property, plant and equipment	6	4.121.599	4.452.843
Right of use assets	7	160.906	256.767
Investments in subsidiary companies	8	54.831.217	53.331.217
Long-term loans to subsidiary companies	19	28.793.476	28.471.132
Deferred taxation		<u>146.757</u>	<u>146.757</u>
Total non-current assets		<u>88.053.955</u>	<u>86.658.716</u>
Inventories		613.899	599.361
Trade and other receivables		19.824.626	22.591.907
Receivables from subsidiary companies	19	70.936.363	65.433.709
Investments at fair value through profit or loss		6.758	6.758
Current tax assets		755	661
Cash and cash equivalents	10	<u>378.048</u>	<u>9.298.979</u>
Total current assets		<u>91.760.449</u>	<u>97.931.375</u>
Total assets		<u>179.814.404</u>	<u>184.590.091</u>
Equity			
Share capital	11	25.187.064	25.187.064
Reserves		<u>20.303.245</u>	<u>29.240.196</u>
Total equity		<u>45.490.309</u>	<u>54.427.260</u>
Liabilities			
Long-term loans	12	2.920.707	4.267.585
Obligations under finance leases		37.324	142.462
Deferred taxation		<u>499.215</u>	<u>499.215</u>
Total non-current liabilities		<u>3.457.246</u>	<u>4.909.262</u>
Trade and other payables		25.130.426	27.848.205
Payables to related companies	19	49.919.439	27.897.107
Bank overdrafts	12	18.006.833	20.671.992
Short term loans	12	35.217.588	43.999.518
Current portion of long-term loans	12	2.063.034	2.065.957
Obligations under finance leases		141.287	137.556
Promissory notes		-	2.000.000
Derivative financial instruments		388.142	633.234
Current tax liabilities		<u>100</u>	<u>-</u>
Total current liabilities		<u>130.866.849</u>	<u>125.253.569</u>
Total liabilities		<u>134.324.095</u>	<u>130.162.831</u>
Total equity and liabilities		<u>179.814.404</u>	<u>184.590.091</u>

The notes on pages 12 to 59 are an integral part of these consolidated interim financial statements.

LOGICOM PUBLIC LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****Period ended 30 September 2023****1. UNAUDITED FINANCIAL STATEMENTS**

The interim consolidated financial statements for the nine months ended on 30 September 2023 and 30 September 2022 respectively, have not been audited by the statutory auditors of the Company.

2. OPERATING ENVIRONMENT

Russian's invasion in Ukraine resulted in the imposition of sanctions against the former and its associated legal and natural persons, both by the European Union and the USA, and also by a number of countries around the world. The consequences of the invasion and the subsequent actions led to a period of instability and a slowdown in the already tense economic climate worldwide.

The developments following the Russian-Ukrainian conflict have resulted in the disruption of the supply chain and the creation of intense uncertainty in the energy sector. The consequent increases in the cost of energy and the shortages in raw materials led to the creation of prolonged inflationary trends in all sectors of the economy worldwide. The prolonged inflation has resulted in increased operating costs for businesses and also for the governments of most countries. Central banks proceeded with gradual increases in borrowing rates for both US Dollar (LIBOR) and the Euro (EURIBOR). Interest rates increases aimed at restraining inflation, result in a significant increase in borrowing costs.

The Group is indirectly affected both by the disturbance of the supply chain and the inflationary trends and also by the significant increase in the borrowing rates of US Dollars and Euro.

The Management has established policies to manage the significantly increased borrowing cost. The allocation of funds is closely monitored by Management and adjustments are made where and when necessary. The increased cost of bank borrowing and, consequently, of the working capital, creates the need to readjust the pricing policy where deemed necessary.

The Management, as it is not in a position to foresee all the developments that could negatively affect the economies of the countries in which the Group operates, takes all necessary measures to deal with any problems that arise due to external factors, with a view to maintain the viability of the Group and the expansion of its operations in the current business and economic environment.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements, which are presented in Euro, have been prepared in accordance with the International Financial Reporting Standards, including IAS 34 "Interim Financial Reporting".

The accounting policies used in the preparation of the interim financial statements are in accordance with those used in the annual financial statements for the year ended 31 December 2022. During the current period, the Group assesses the effect of the new and revised International Financial Reporting Standards (IFRSs) and Interpretations that refer to accounting periods beginning on or after 1 January 2023, on the consolidated financial statements. The new standards and interpretations that are relevant to the Group operations will be adopted in accordance with the relevant IFRSs guidelines.

The results are presented in Euro. Transactions in foreign currencies are translated using the exchange rates prevailing at the date of the transaction. Amounts receivable and payable denominated in foreign currencies are translated to the functional currency at the exchange rate prevailing at the date of the Statement of Financial Position and the Foreign currency differences arising on translation are recognised in the Statement of Profit or Loss and Other Comprehensive Income. From 1st of January 2006 and according to the latest amendment of IAS 21, all exchange differences arising from the translation of long-term loans granted to foreign subsidiaries are transferred to the Exchange Differences Reserve in the financial statements of the Group irrespective of the currency in which the loan has been granted.

The Company has chosen to implement the provisions of IFRS 9 for the hedging of the foreign exchange risk.

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

3. SIGNIFICANT ACCOUNTING POLICIES *(continued)*

According to the provisions of IFRS 9, the net investments in foreign operations can be defined as 'hedged item' and the long term bank borrowings, of a corresponding value, denominated in the same currency as the net investments, which is different from the parent Company's functional currency, can be defined as 'hedging instrument', resulting to the hedging of exchange differences arising from the translation of net investments and long term bank borrowings, in the consolidated financial statements of the parent Company with its subsidiaries, and their transfer to the Hedge Reserve in the Group's financial statements, provided that the hedging is considered 'effective'.

The Taxation has been calculated on the taxable profits for the period based on the Company's dividend policy and the applicable tax legislation.

4. OPERATING SEGMENTS

The Group can be divided into two important segments, the distribution segment, and the services segment. The distribution segment that mainly operates in the distribution of high technology products is divided in three main geographical segments as described below. The services segment operates mainly in the provision of solutions and services for networks and telecommunications and the provision of solutions and services for software to customers in Cyprus and abroad. The following summary describes the operations in each of the Group's reportable segments:

- European markets distribution segment – This segment operates mainly in the distribution of high technology products in Cyprus, Greece, Italy, and Malta.
- UAE and Saudi Arabia distribution segment – This segment operates mainly in the distribution of high technology products in the Gulf region and Saudi Arabia.
- Other markets distribution segment – This segment operates mainly in the distribution of high technology products in countries that the Group operates in other than the countries mentioned above. This segment also includes the results from joint ventures in relation to the operation of the desalinations plants.
- Services segment – This segment operates mainly in the provision of software solutions and integrated IT solutions to customers in Cyprus and abroad. This segment also includes the results from the investment in an associated company.

The companies of the Group buy and sell goods and services according to their needs from other group companies. The transactions are made in the context of commercial practices related to intra group transactions in the relevant sections of operations.

Logicom Public Limited and Logicom FZE charge its subsidiary companies with a fee for administration services and financing cost.

Information regarding the results of each reportable segment is presented below. The information is used for the preparation of the consolidated and separate financial statements. The performance is evaluated based on the profit after taxation of each segment, as presented in the management reports which are examined by the Board of Directors. The profit of each segment is used for the evaluation of the performance since the management believes that the below information is the most appropriate for the evaluation of the results of all segments that are reported.

Revenue and total non-current assets are allocated between Cyprus, Greece, United Arab Emirates, and other foreign countries are as follows:

	Revenue		Total non-current assets	
	Period ended 30 September 2023 €	Period ended 30 September 2022 €	30 September 2023 €	31 December 2022 €
Cyprus	95.586.083	83.286.281	179.965.824	154.041.406
Greece	93.094.768	82.162.696	1.481.725	1.239.859
United Arab Emirates	250.045.219	226.723.523	6.447.766	6.693.726
Other foreign countries	<u>515.647.405</u>	<u>459.526.100</u>	<u>4.269.925</u>	<u>3.057.586</u>
	<u>954.373.475</u>	<u>851.698.600</u>	<u>192.165.240</u>	<u>165.032.577</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

4. OPERATING SEGMENTS (continued)

Period ended 30 September 2023	European Markets Distribution Segment €	Middle East Markets Distribution Segment €	All other Segments €	Services Segment €	Transactions between Operating Segments €	Total €
Revenue from sale of products	156.165.949	652.277.986	83.967.080	36.890.899	-	929.301.914
Revenue from rendering of services	-	-	-	25.071.561	-	25.071.561
Revenue from third parties	<u>156.165.949</u>	<u>652.277.986</u>	<u>83.967.080</u>	<u>61.962.460</u>	<u>-</u>	<u>954.373.475</u>
Intersegment revenue	44.176.463	124.978.909	3.026.606	3.871.381	(176.053.359)	-
Other income	3.754.531	5.327.315	85.294	5.375.850	(13.556.160)	986.830
Depreciation and amortisation	828.152	929.926	334.502	566.874	-	2.659.454
Personnel costs	6.799.242	13.272.106	2.495.548	3.872.035	-	26.438.931
Travelling expenses	509.863	252.998	44.134	88.639	-	895.634
Provision for doubtful debts	(315)	195.721	8.237	(4.397)	-	199.246
Professional fees	974.109	1.072.901	195.876	353.041	(452.836)	2.143.091
Rent	6.017	287.457	71.982	19.583	-	385.039
Credit insurance	291.302	1.187.205	157.949	71.063	(274.247)	1.433.272
Transportation expenses	388.449	1.111.507	191.069	2.564	-	1.693.589
Profit from operations	<u>2.752.118</u>	<u>19.212.558</u>	<u>1.491.068</u>	<u>11.188.376</u>	<u>(4.249.866)</u>	<u>30.394.254</u>
Net foreign exchange loss	(520.120)	(446.640)	(95.610)	(53.644)	211.075	(904.939)
Interest receivable	9.805	3.549.737	387.336	14.694	(3.549.737)	411.835
Interest payable and bank charges	(4.468.756)	(8.828.769)	(2.500.366)	(236.892)	5.379.677	(10.655.106)
Net finance income/(expenses)	<u>(4.979.071)</u>	<u>(5.725.672)</u>	<u>(2.208.640)</u>	<u>(275.842)</u>	<u>2.041.015</u>	<u>(11.148.210)</u>
Net share of (loss)/profit from associated companies and joint ventures after tax	-	-	(1.350.988)	17.368.275	-	16.017.287
Profit/(loss) before tax	<u>(2.226.953)</u>	<u>13.486.886</u>	<u>(2.068.560)</u>	<u>28.280.809</u>	<u>(2.208.851)</u>	<u>35.263.331</u>
Tax	<u>(46.318)</u>	<u>(1.741.359)</u>	<u>(2.318)</u>	<u>(716.664)</u>	<u>-</u>	<u>(2.506.659)</u>
Profit/(loss) after tax	<u>(2.273.271)</u>	<u>11.745.527</u>	<u>(2.070.878)</u>	<u>27.564.146</u>	<u>(2.208.852)</u>	<u>32.756.672</u>
Acquisition of property, plant and equipment	144.725	182.541	678.730	356.379	-	1.362.375
Acquisition of right-of-use assets	467.808	359.876	129.519	15.757	-	972.960
Total assets	248.750.641	451.645.347	92.549.639	199.079.436	(329.788.851)	662.236.212
Total liabilities	182.980.815	317.951.036	99.659.556	62.655.611	(270.438.070)	392.808.948
Net investment assets in associated companies and joint ventures	-	-	-	99.438.667	-	99.438.667

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

4. OPERATING SEGMENTS (continued)

Period ended 30 September 2022	European Markets Distribution Segment €	Middle East Markets Distribution Segment €	All other Segments €	Services Segment €	Transactions between Operating Segments €	Total €
Revenue from sale of products	159.192.778	561.074.122	85.704.615	27.988.816	-	833.960.331
Revenue from rendering of services	-	-	-	17.738.269	-	17.738.269
Revenue from third parties	<u>159.192.778</u>	<u>561.074.122</u>	<u>85.704.615</u>	<u>45.727.085</u>	<u>-</u>	<u>851.698.600</u>
Intersegment revenue	<u>37.563.309</u>	<u>124.587.390</u>	<u>2.493.470</u>	<u>2.443.916</u>	<u>(167.088.085)</u>	<u>-</u>
Other income	3.454.854	4.453.999	48.803	4.107.869	(10.754.985)	1.310.540
Depreciation and amortisation	756.385	884.807	546.289	592.580	-	2.780.061
Personnel costs	6.386.402	12.402.912	2.648.590	3.816.130	-	25.254.034
Travelling expenses	371.109	147.781	29.638	49.865	-	598.393
Provision for doubtful debts	27.703	196.402	1.188.732	2.213	-	1.415.050
Professional fees	807.756	836.228	164.058	283.143	(185.063)	1.906.122
Rent	26.941	230.040	81.948	23.760	-	362.689
Credit insurance	303.887	1.269.982	161.487	76.456	(233.132)	1.578.680
Transportation expenses	<u>387.206</u>	<u>938.303</u>	<u>191.560</u>	<u>4.147</u>	<u>-</u>	<u>1.521.216</u>
Profit from operations	<u>2.891.560</u>	<u>19.215.007</u>	<u>45.521</u>	<u>8.078.330</u>	<u>(4.096.316)</u>	<u>26.134.102</u>
Net foreign exchange loss	(2.347.695)	(493.958)	(4.796.110)	(1.415.834)	6.829.522	(2.224.075)
Interest receivable	171	1.478.093	384.793	37.275	(1.478.093)	422.239
Interest payable and bank charges	<u>(2.671.578)</u>	<u>(3.870.256)</u>	<u>(1.431.283)</u>	<u>(211.275)</u>	<u>2.549.775</u>	<u>(5.634.617)</u>
Net finance income/(expenses)	<u>(5.019.102)</u>	<u>(2.886.121)</u>	<u>(5.842.600)</u>	<u>(1.589.834)</u>	<u>7.901.204</u>	<u>(7.436.453)</u>
Net share of profit from associated companies and joint ventures after tax	-	-	236.691	5.939.088	-	6.175.779
Profit/(loss) before tax	<u>(2.127.542)</u>	<u>16.328.886</u>	<u>(5.563.388)</u>	<u>12.427.584</u>	<u>3.807.888</u>	<u>24.873.428</u>
Tax	<u>(30.487)</u>	<u>(1.459.178)</u>	<u>(56.200)</u>	<u>(600.500)</u>	<u>-</u>	<u>(2.146.365)</u>
Profit/(loss) after tax	<u>(2.158.029)</u>	<u>14.869.708</u>	<u>(5.619.588)</u>	<u>11.827.084</u>	<u>3.807.888</u>	<u>22.727.063</u>
Acquisition of property, plant and equipment	105.039	134.739	204.889	189.756	-	634.423
Acquisition of right-of-use assets	26.667	937.962	576.719	180.910	-	1.722.258
Total assets	318.362.436	388.057.797	96.553.118	162.042.318	(360.656.879)	604.358.790
Total liabilities	258.919.337	253.253.679	103.022.429	60.966.792	(299.002.472)	377.159.765
Net investment assets in associated companies and joint ventures	-	-	<u>555.327</u>	<u>85.484.711</u>	<u>-</u>	<u>86.040.038</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023

5. EARNINGS PER SHARE

THE GROUP

Basic and diluted earnings per share

The calculation of basic and diluted earnings per share is based on the profit attributable to the shareholders of the parent Company, the weighted average number of issued shares and the weighted average number of issued shares as adjusted for the effect of the warrants during the period as follows:

	Period ended 30 September 2023	Period ended 30 September 2022
Earnings attributable to shareholders (€)	<u>33.305.679</u>	<u>22.637.575</u>
Weighted average number of issued shares during the period	<u>74.079.600</u>	<u>74.079.600</u>
Basic earnings per share (cent)	<u>44,96</u>	<u>30,56</u>
Diluted weighted average number of shares	<u>74.079.600</u>	<u>74.079.600</u>
Diluted earnings per share (cent)	<u>44,96</u>	<u>30,56</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

6. PROPERTY, PLANT AND EQUIPMENT

THE GROUP	Land and buildings €	Computers €	Furniture and fittings €	Motor vehicles €	Total €
Acquisition cost or revaluation					
2022					
Balance at 1 January 2022	19.750.372	8.431.368	3.493.839	1.921.554	33.597.133
Additions for the period	235.847	638.817	138.212	131.465	1.144.341
Disposals and write offs for the year	-	(211.611)	(39.719)	(134.223)	(385.553)
Exchange differences	283.997	140.715	93.067	47.362	565.141
Adjustment on revaluation	818.715	-	-	-	818.715
Balance at 31 December 2022	<u>21.088.931</u>	<u>8.999.289</u>	<u>3.685.399</u>	<u>1.966.158</u>	<u>35.739.777</u>
Period ended 30 September 2023					
Balance at 1 January 2023	21.088.931	8.999.289	3.685.399	1.966.158	35.739.777
Additions for the period	611.003	611.292	84.652	55.427	1.362.374
Disposals and write offs for the period	-	(109.682)	(2.582)	(72.210)	(184.474)
Exchange differences	37.071	18.172	7.762	3.979	66.984
Balance at 30 September 2023	<u>21.737.005</u>	<u>9.519.071</u>	<u>3.775.231</u>	<u>1.953.354</u>	<u>36.984.661</u>
Depreciation					
2022					
Balance at 1 January 2022	956.864	6.143.300	2.892.306	1.357.768	11.350.238
Charge for the year	401.583	815.470	208.642	195.903	1.621.598
Disposals and write offs for the year	-	(198.285)	(39.660)	(134.223)	(372.168)
Exchange differences	35.783	118.718	77.265	33.712	265.478
Adjustment on revaluation	(933.752)	-	-	-	(933.752)
Balance at 31 December 2022	<u>460.478</u>	<u>6.879.203</u>	<u>3.138.553</u>	<u>1.453.160</u>	<u>11.931.394</u>
Period ended 30 September 2023					
Balance at 1 January 2023	460.478	6.879.203	3.138.553	1.453.160	11.931.394
Charge for the period	357.751	638.582	139.526	134.137	1.269.996
Disposals and write offs for the period	-	(95.465)	(2.153)	(45.649)	(143.267)
Exchange differences	6.818	17.781	8.417	4.450	37.466
Balance at 30 September 2023	<u>825.047</u>	<u>7.440.101</u>	<u>3.284.343</u>	<u>1.546.098</u>	<u>13.095.589</u>
Net book value					
Balance at 30 September 2023	<u>20.911.958</u>	<u>2.078.970</u>	<u>490.888</u>	<u>407.256</u>	<u>23.889.072</u>
Balance at 31 December 2022	<u>20.628.453</u>	<u>2.120.086</u>	<u>546.846</u>	<u>512.998</u>	<u>23.808.383</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

6. PROPERTY, PLANT AND EQUIPMENT (continued)

THE COMPANY	Land and buildings €	Computers €	Furniture and fittings €	Motor vehicles €	Total €
Acquisition cost or revaluation					
2022					
Balance at 1 January 2022	3.448.904	2.539.388	337.822	571.897	6.898.011
Additions for the period	-	150.029	10.179	79.814	240.022
Disposals and write offs for the year	-	(4.236)	-	(40.937)	(45.173)
Adjustment on revaluation	92.351	-	-	-	92.351
Balance at 31 December 2022	<u>3.541.255</u>	<u>2.685.181</u>	<u>348.001</u>	<u>610.774</u>	<u>7.185.211</u>
Period ended 30 September 2023					
Balance at 1 January 2023	3.541.255	2.685.181	348.001	610.774	7.185.211
Additions for the period	-	87.218	2.409	-	89.627
Disposals and write offs for the period	-	(34.025)	-	-	(34.025)
Balance at 30 September 2023	<u>3.541.255</u>	<u>2.738.374</u>	<u>350.410</u>	<u>610.774</u>	<u>7.240.813</u>
Depreciation					
2022					
Balance at 1 January 2022	210.857	1.733.099	231.375	423.169	2.598.500
Charge for the year	142.413	293.507	20.154	68.501	524.575
Disposals and write offs for the year	-	(1.885)	-	(40.937)	(42.822)
Adjustment on revaluation	(347.885)	-	-	-	(347.885)
Balance at 31 December 2022	<u>5.385</u>	<u>2.024.721</u>	<u>251.529</u>	<u>450.733</u>	<u>2.732.368</u>
Period ended 30 September 2023					
Balance at 1 January 2023	5.385	2.024.721	251.529	450.733	2.732.368
Charge for the period	147.549	215.934	15.406	37.289	416.178
Disposals and write offs for the period	-	(29.332)	-	-	(29.332)
Balance at 30 September 2023	<u>152.934</u>	<u>2.211.323</u>	<u>266.935</u>	<u>488.022</u>	<u>3.119.214</u>
Net book value					
Balance at 30 September 2023	<u>3.388.321</u>	<u>527.051</u>	<u>83.475</u>	<u>122.752</u>	<u>4.121.599</u>
Balance at 31 December 2022	<u>3.535.870</u>	<u>660.460</u>	<u>96.472</u>	<u>160.041</u>	<u>4.452.843</u>

Approximately every three years, or earlier if required, revaluations are prepared to estimate the fair values of land and buildings.

The revaluations were made on the basis of the comparative method of estimation for the calculation of the market value, using the cost of construction method for the market value of the building under examination as well as the prospects of the properties under examination. Revaluations were made by independent professional valuers.

LOGICOM PUBLIC LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****Period ended 30 September 2023****6. PROPERTY, PLANT AND EQUIPMENT** *(continued)*

On 9 February 2018, the company Najada Holdings Limited, a subsidiary company of Logicom Public Limited, acquired all the interests of the immovable property Parcel 1878 Sheet/Plan 30/06E2, area 16 decares and 147 sq.m, at Strovolos Municipality in Nicosia ('The Property'). The purchase price amounted to €8.125.000. The decision for the acquisition of the Property was taken taking into consideration the present and future premises needs of the Group as well as the opportunities for its commercial development and exploitation.

On 31 December 2022, the property was revalued with a revaluation surplus of €225.000.

On land and buildings, borrowing costs of €774.412 as well as professional and legal costs of €861.955 for the design and licensing of the building under construction of Najada Holdings Limited, have been capitalised. During 2023, amounts of €122.600 in relation to borrowing costs and €12.873 in relation to professional and legal costs have been capitalised (2022: borrowing costs €110.603, professional, and legal expenses €26.377). The cost of the building under construction is not depreciated.

The land and buildings of Logicom Public Limited were revalued on 31 December 2022 and the surplus from revaluation amounted to €440.236.

The subsidiary company Logicom FZE acquired land in the Free Trade Zone Area in Jebel Ali. The land is leased under an operating lease for 10 years from the 1 August 2007 with an option for renewal, which was exercised for another 10 years. During the year, the subsidiary proceeded with the construction of an office building and a warehouse in the land. The annual lease payment is €154.090. The land and buildings were revalued on 31 December 2022 and the revaluation loss amounted to €1.062.112.

The land and buildings of Logicom Jordan LLC were revalued on 31 December 2022 and the revaluation surplus amounted to €25.119.

The Group's Management estimates that the accounting value of land and buildings is not significantly different from their fair value.

Land and buildings are classified as Level 3 for the calculation of their fair value, where the valuation technique is performed by independent qualified appraisers using a variety of valuation methods and assumptions based mainly on the market situation at each valuation date, as mentioned in note 14.4.

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**6. PROPERTY, PLANT AND EQUIPMENT** *(continued)*

The main property of the Group included in the Land and Buildings category are presented below:

Type of property	Assessment method	Non observable data	Data fluctuation range	30 September 2023 €	31 December 2022 €
Land and buildings	Comparative method	Sale price per sq.m.	€670/sq.m. - €3.5 36/sq.m.	2.773.821	2.921.371
Land	Comparative method	Sale price per sq.m.	€680/sq.m. - €1.4 50/sq.m.	614.500	614.500
Land	Comparative method	Sale price per sq.m.	€355/sq.m. - €1.1 60/sq.m.	10.450.000	10.450.000
Buildings	Cost price	Capitalised borrowing costs and professional costs		2.111.897	1.500.894
Land and buildings	Comparative method	Sale price per sq.m.	JOD 270/sq.m. - 728/s q.m.	864.220	862.474
Buildings	Comparative method	Transfer price per sq.m.	USD 530 (€500)/sq.m.	<u>4.023.167</u>	<u>4.186.783</u>

Data Sensitivity: The fair value will increase / (decrease) if the sale or transfer price per sq.m. increases / (decreases).

The remaining properties included in Land and Buildings have been valued from independent professional appraisers in the country in which they are located during the period ended 31 December 2022. This category includes improvements and additions to rental properties for which no assessment has been made.

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

7. RIGHT-OF-USE ASSETS

THE GROUP

	Right of use land €	Right of use buildings and warehouse €	Right of use motor vehicles €	Total €
Acquisition cost				
2022				
Balance at 1 January 2022	1.916.643	6.198.799	587.166	8.702.608
Additions for the period	460.311	1.210.275	226.543	1.897.129
Write offs for the year	-	(929.902)	(75.620)	(1.005.522)
Exchange differences	118.599	98.801	1.149	218.549
Balance at 31 December 2022	<u>2.495.553</u>	<u>6.577.973</u>	<u>739.238</u>	<u>9.812.764</u>
Period ended 30 September 2023				
Balance at 1 January 2023	2.495.553	6.577.973	739.238	9.812.764
Additions for the period	-	900.544	72.416	972.960
Write-offs for the period	-	(915.814)	(96.603)	(1.012.417)
Exchange differences	16.961	(39.393)	521	(21.911)
Balance at 30 September 2023	<u>2.512.514</u>	<u>6.523.308</u>	<u>715.572</u>	<u>9.751.394</u>
Depreciation				
2022				
Balance at 1 January 2022	287.496	3.277.619	240.524	3.805.639
Charge	105.492	1.489.560	171.236	1.766.288
Write offs for the year	-	(1.016.622)	(75.620)	(1.092.242)
Exchange differences	16.446	54.645	(280)	70.811
Balance at 31 December 2022	<u>409.434</u>	<u>3.805.202</u>	<u>335.860</u>	<u>4.550.496</u>
Period ended 30 September 2023				
Balance at 1 January 2023	409.434	3.805.202	335.860	4.550.496
Charge	96.279	1.083.129	129.845	1.309.253
Write-offs for the period	-	(776.618)	(92.480)	(869.098)
Exchange differences	4.955	4.412	(73)	9.294
Balance at 30 September 2023	<u>510.668</u>	<u>4.116.125</u>	<u>373.152</u>	<u>4.999.945</u>
Net book value				
Balance at 30 September 2023	<u>2.001.846</u>	<u>2.407.183</u>	<u>342.420</u>	<u>4.751.449</u>
Balance at 31 December 2022	<u>2.086.119</u>	<u>2.772.771</u>	<u>403.378</u>	<u>5.262.268</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 20237. **RIGHT-OF-USE ASSETS** *(continued)***THE COMPANY**Right of use
buildings and
warehouse
€**Acquisition cost****2022****Balance at 1 January 2022**740.461**Balance at 31 December 2022**740.461**Period ended 30 September 2023****Balance at 1 January 2023**740.461**Balance at 30 September 2023**740.461**Depreciation****2022****Balance at 1 January 2022**

357.010

Charge

126.684**Balance at 31 December 2022**483.694**Period ended 30 September 2023****Balance at 1 January 2023**

483.694

Charge

95.861**Balance at 30 September 2023**579.555**Net book value****Balance at 30 September 2023**160.906**Balance at 31 December 2022**256.767

The Group and the Company used prior knowledge to determine the lease period. The average borrowing cost applied, at recognition, for Europe is 3,17% for land, warehouse and buildings and 3,5% for motor vehicles and for the Middle East is 5,44% for land, warehouse and buildings and 2,95% for motor vehicle. The average borrowing cost applied for the new leases recognised during the year is: for Europe 3,30% for land, warehouse and buildings, 5,60% for motor vehicles and for the Middle East 6,91% for land, warehouse and buildings and 2,78% for motor vehicles.

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

8. INVESTMENTS IN SUBSIDIARY COMPANIES

The Company has the following investments in subsidiary companies:

Company	Country of incorporation	30 September 2023 Holding %	31 December 2022 Holding %	30 September 2023 €	31 December 2022 €
Logicom (Overseas) Limited	Cyprus	100	100	-	-
Logicom (Middle East) SAL	Lebanon	100	100	-	-
ENET Solutions Logicom S.A.	Greece	100	100	1.205.400	1.205.400
Logicom FZE	United Arab Emirates	100	100	18.693.825	18.693.825
Logicom Trading & Distribution LLC	Qatar	100	100	46.313	46.313
Logicom Jordan LLC	Jordan	100	100	78.372	78.372
Logicom Italia s.r.l.	Italy	100	100	5.069.544	3.569.544
Rehab Technologies Limited	Saudi Arabia	100	100	-	-
Logicom Information Technology Distribution s.r.l.	Romania	100	100	2.200.063	2.200.063
Logicom Bulgaria EOOD	Bulgaria	100	100	-	-
Logicom Services Ltd	Cyprus	100	100	24.010.000	24.010.000
Verendrya Ventures Ltd	Cyprus	60	60	600	600
Logicom Distribution Germany GmbH	Germany	100	100	27.000	27.000
Cadmus Tech Points S.A.L	Lebanon	100	100	-	-
Najada Holdings Limited	Cyprus	100	100	3.500.100	3.500.100
				<u>54.831.217</u>	<u>53.331.217</u>

The value of the investments as listed above consists of the share capital and the contribution from the parent company to its subsidiaries.

The Company owns indirectly, through the subsidiary company Logicom Services Ltd, 100% of Logicom Solutions Ltd in Cyprus with share capital of €11.115.

The Company owns indirectly, through the subsidiary companies Enet Solutions Logicom S.A. and Logicom FZE, 100% of Logicom IT Distribution Ltd in Turkey with share capital of €8.713.606.

The Company owns indirectly, through the subsidiary company Verendrya Ventures Limited, the 60% of the subsidiary Netcom Limited in Cyprus with share capital €17.100.

The Company owns indirectly, through the subsidiary company Verendrya Ventures Limited, the 60% of the subsidiary CUC Cyprus Utilities Company Limited in Cyprus with share capital €1.000.

The Company owns indirectly, through the subsidiary company Logicom FZE, 100% of the subsidiary, Logicom Saudi Arabia LLC in Saudi Arabia with share capital of €4.960.896.

The Company owns indirectly, through the subsidiary company Logicom FZE, 100% of the subsidiary, Logicom Dubai LLC in United Arab Emirates, with share capital of €92.129

The Company owns indirectly, through the subsidiary company Logicom Services Ltd, 100% of Newcytech Business Solutions Ltd in Cyprus with share capital of €756.776.

The Company owns indirectly, through the subsidiary company Logicom Services Ltd, 100% of Newcytech Distribution Ltd in Cyprus with share capital of €8.550.

LOGICOM PUBLIC LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****Period ended 30 September 2023****8. INVESTMENTS IN SUBSIDIARY COMPANIES** *(continued)*

The Company owns indirectly, through the subsidiary company Logicom Services Ltd, 100% of the subsidiary in Greece, ICT Logicom Solutions SA with share capital of €100.000.

The Company owns indirectly, through the subsidiaries Logicom FZE and Logicom Dubai LLC 100% of Logicom LLC in Oman, with share capital of €41.086.

The Company owns indirectly, through its subsidiary Logicom FZE 100% of Logicom Kuwait for Computer Company W.L.L. in Kuwait, with share capital of €50.997.

The Company owns indirectly, through its subsidiary Logicom FZE, 100% of Logicom Bahrain W.L.L. in Bahrain, with share capital of €11.383.

The Company owns indirectly through its subsidiaries Logicom FZE and Logicom (Overseas) Limited 100% of Logicom Egypt LLC in Egypt, with share capital of €56.

The Company owns indirectly through its subsidiaries Logicom FZE and Logicom Egypt LLC 100% of Logicom Distribution Egypt LLC in Egypt, with share capital of €107.541.

The Company owns indirectly through its subsidiaries Logicom FZE and Logicom (Overseas) Limited 100% of Elogicomnet Morocco Distribution SARL in Morocco, with share capital of €6.673.

As at 31 December 2022, the Company made an impairment assessment on the value of the investments in subsidiary companies by comparing the net asset value of each investment with the carrying amount as stated in the Company's books. There was no indication for impairment in the value of the investments in subsidiaries, except for Logicom Information Technology Distribution s.r.l and Logicom Italia s.r.l, according to the comparison mentioned above. The value of the investments in the companies Logicom Information Technology Distribution s.r.l. and Logicom Italia srl were not impaired based on the calculation of the expected future cash flows of these companies for the years 2023-2025 divided by the weighted average cost of capital that was calculated at 9,0%, with growth rate to perpetuity of 2% and based on the fact that the discounted future cash flows exceed the value of these investments. Impairments on the values of the investments are presented in the Statement of Profit or Loss.

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

8. INVESTMENTS IN SUBSIDIARY COMPANIES *(continued)*

The following table presents the dates of acquisition, the nominal values and the number of shares of the main subsidiary companies:

Company	Date of acquisition/ incorporation	Nominal Value	Number of shares
Logicom (Overseas) Limited	01/01/1999	EUR 1,71	10.000
Logicom Solutions Limited	01/01/2000	EUR 1,71	6.500
Netcom Limited	27/04/2000	EUR 1,71	10.000
Logicom (Middle East) SAL	25/07/2000	LBP 15.000	20.000
ENET Solutions Logicom S.A.	21/02/2001	EUR 2,94	410.000
Logicom Jordan LLC	07/08/2001	JOD 1	50.000
Logicom FZE	03/10/2001	AED 1Million	1
Logicom Dubai LLC	07/11/2001	AED 100	3.000
Logicom Italia s.r.l.	14/06/2005	EUR 10.000	1
Logicom IT Distribution Limited	01/12/2005	YTL 25	920.000
Rehab Technologies Limited	01/08/2006	SAR 500	1.000
Logicom Information Technology Distribution s.r.l.	19/03/2007	RON 200	1
Logicom Bulgaria EOOD	12/04/2007	BGN 20.000	1
Verendrya Ventures Ltd	30/01/2009	EUR 1	1.000
Logicom Services Ltd	06/05/2009	EUR 1	10.000
ICT Logicom Solutions SA	03/11/2009	EUR 1	100.000
Logicom Saudi Arabia LLC	29/09/2009	SAR 10	2.680.000
Newcytech Business Solutions Ltd	30/10/2009	EUR 1,71	442.559
Newcytech Distribution Ltd	30/10/2009	EUR 1,71	5.000
Logicom Distribution Germany GmbH	29/09/2010	EUR 1	25.000
Logicom LLC	02/09/2012	OMR 1	20.000
Cadmus Tech Points S.A.L	01/10/2013	LBP10.000	3.000
Logicom Kuwait for Computer Company W.L.L	13/03/2014	KWD200	100
Logicom Trading & Distribution LLC	23/03/2014	QAR1.000	200
Najada Holdings Limited	23/05/2017	EUR 1	100
Logicom Bahrain W.L.L	06/09/2018	BD50	100
Logicom Egypt LLC	07/11/2019	LE10	100
Logicom Distribution Egypt LLC	02/09/2020	LE10	200.000
Elogicomnet Morocco Distribution SARL	26/03/2021	MAD 1	70.000

9. INVESTMENTS IN ASSOCIATED COMPANIES AND JOINT VENTURES

The Group participates in the consortium M.N Limassol Water Co. Limited and M.N. E.P.C Water Co. (partnership) with 50% holding through its subsidiary company Verendrya Ventures Limited. The above consortiums have undertaken the construction and operation of the desalination plant in Episkopi.

During 2012, the Group has also acquired a 50% holding through its subsidiary company Verendrya Ventures Limited, in the joint venture M.N Larnaca Desalination Co. Limited for the renovation and operation of the existing desalination unit in Larnaca.

On 15 March 2018, the Group increased its total shareholding held in Demetra Holdings Plc to 29,62%, resulting in significant influence.

The Group recognizes the above investments using the equity method.

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

9. INVESTMENTS IN ASSOCIATED COMPANIES AND JOINT VENTURES (continued)

THE GROUP

	Period ended				
	30 September 2023	31 December 2022			
	€	€			
M.N. Limassol Water Co. Ltd	-	428.766			
M.N. E.P.C Water Co.	-	-			
M.N. Larnaca Desalination Co. Ltd	-	-			
Demetra Holdings Plc	<u>99.438.667</u>	<u>82.073.361</u>			
	<u>99.438.667</u>	<u>82.502.127</u>			
	M.N. Larnaca Desalination Co. Ltd	M.N. E.P.C Water Co.	M.N. Limassol Water Co. Ltd	Demetra Holdings Plc	Total
	€	€	€	€	€
Balance at 1 January 2023	-	-	428.766	82.073.361	82.502.127
Reclassification of loss from investments in joint ventures after tax	902.552	-	19.670	-	922.222
Share of loss from investments in joint ventures after tax	(902.552)	-	(448.436)	-	(1.350.988)
Net share of profit from associated companies after tax	-	-	-	17.368.275	17.368.275
Share of loss through other comprehensive income	-	-	-	(2.969)	(2.969)
Share of other transactions with owners	-	-	-	-	-
Balance at 30 September 2023	<u>-</u>	<u>-</u>	<u>-</u>	<u>99.438.667</u>	<u>99.438.667</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

9. INVESTMENTS IN ASSOCIATED COMPANIES AND JOINT VENTURES (continued)

	M.N. Larnaca Desalination Co. Ltd €	M.N. E.P.C Water Co. €	M.N. Limassol Water Co. Ltd €	Demetra Holdings Plc €	Total €
Balance at 1 January 2022	-	-	151.037	79.993.240	80.144.277
Dividend	-	-	(79.840)	-	(79.840)
Reclassification of loss from investments in joint ventures after tax	350.316	1.471			351.787
Share of profit/(loss) from investments in joint ventures after tax	(350.316)	(1.471)	357.569	-	5.782
Adjustment	-	-	-	-	-
Net share of profit from associated companies after tax	-	-	-	2.696.682	2.696.682
Share of loss through other comprehensive income	-	-	-	(280.951)	(280.951)
Share of other transactions with the owners	-	-	-	(335.610)	(335.610)
Balance at 31 December 2022	-	-	428.766	82.073.361	82.502.127

The loss that resulted from M.N. Limassol Water Co. Limited of €428.766 was credited to the amount of investment in Verendrya Ventures Limited in M.N. Limassol Water Co. Limited and loss of €19.670 was credited to the loan granted from Verendrya Ventures Limited to M.N. Limassol Water Co. Limited.

The loss that resulted from M.N. Larnaca Desalination Co. Ltd of €902.552 was credited to the loan granted from Verendrya Ventures Limited to M.N. Larnaca Desalination Co. Ltd.

According to the Bank Loan Agreement between M.N. Limassol Water Co. Ltd and Hellenic Bank, a restriction with regards to the dividend distribution exists if any of the below applies:

- Based on the instructions issued by the Water Development Department, the production of the desalinated water is restricted below the minimum quantities as specified in the contract.
- The Water Development Department instructs the company to operate in a stand by mode.
- The economic position or the future cash flows of the company are not in a position to warrant the distribution of dividends.

Regarding the investment in the desalination unit of Larnaca, M.N. Larnaca Desalination Co's Limited management has prepared its financial statements for the year ended 31 December 2022 using estimates, assumptions and evidence that include the legal opinion in relation to the validity of claims in favor and against the company and an opinion from its consultants in respect of the level of compensation that the company is expected to be entitled to. Judgement has also been applied in the allocation of the expected compensation in the financial model of the company between financial and intangible asset. In accordance with the provisions of the paragraph 92 of IAS 37 'Provisions, contingent liabilities and contingent assets' no further information is disclosed in relation to the subject matter on the grounds that it may prejudice the position of the company in a dispute with other parties.

The production of the desalination plants M.N. Limassol Water Co. and M.N. Larnaca Desalination Co. may fluctuate according to the instructions of the Water Development Department.

The recognition of investment in M.N. Larnaca Desalination Co. Ltd during 2018, arose from the decrease of the conventional interest of the loan receivable to 0% from 4,5% and in consequence the fair value of the rejected cash flows discounted at the effective interest was recognised as increase in the investment.

Significant total amounts of investments accounted for using the equity method:

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**9. INVESTMENTS IN ASSOCIATED COMPANIES AND JOINT VENTURES** *(continued)*

<u>Period ended 30 September 2023</u>	M.N. Larnaca		Total
	Desalination Co. Ltd	M.N. Limassol Water Co. Ltd	
Percentage Reporting Date	50% 30/09/2023	50% 30/09/2023	
	€	€	€
Non-current assets	15.944.302	26.074.982	42.019.284
Cash and cash equivalents	359.110	255.574	614.684
Current assets	<u>7.697.713</u>	<u>12.180.500</u>	<u>19.878.213</u>
Total assets	<u>24.001.125</u>	<u>38.511.056</u>	<u>62.512.181</u>
Current liabilities	(2.858.496)	(4.839.939)	(7.698.435)
Short-term borrowing	(1.625.000)	(3.126.000)	(4.751.000)
Long-term loans	<u>(36.017.229)</u>	<u>(30.585.654)</u>	<u>(66.602.883)</u>
Total liabilities	<u>(40.500.725)</u>	<u>(38.551.593)</u>	<u>(79.052.318)</u>
Net assets	<u>(16.499.600)</u>	<u>(40.537)</u>	<u>(16.540.137)</u>
Revenue	14.003.836	8.730.862	22.734.698
Interest receivable	556.168	1.500.649	2.056.817
Expenses	(16.321.669)	(9.589.224)	(25.910.893)
Depreciation and amortisation	(43.123)	(318.986)	(362.109)
Interest payable	<u>(316)</u>	<u>(1.220.173)</u>	<u>(1.220.489)</u>
Loss	<u>(1.805.104)</u>	<u>(896.872)</u>	<u>(2.701.976)</u>
Group's share in net assets	<u>(8.249.800)</u>	<u>(20.269)</u>	<u>(8.270.069)</u>
Group's share in loss	<u>(902.552)</u>	<u>(448.436)</u>	<u>(1.350.988)</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**9. INVESTMENTS IN ASSOCIATED COMPANIES AND JOINT VENTURES** *(continued)*

<u>2022</u>	M.N. Larnaca			Total
Percentage Reporting Date	Desalination Co. Ltd 50% 31/12/2022 €	M.N. Limassol Water Co. Ltd 50% 31/12/2022 €	M.N. E.P.C Water Co. 50% 31/12/2022 €	
Non-current assets	16.444.285	27.821.830	-	44.266.115
Cash and cash equivalents	1.599.699	293.035	-	1.892.734
Current assets	<u>8.654.215</u>	<u>8.978.769</u>	<u>-</u>	<u>17.632.984</u>
Total assets	<u>26.698.199</u>	<u>37.093.634</u>	<u>-</u>	<u>63.791.833</u>
Current liabilities	(2.404.594)	(3.714.099)	-	(6.118.693)
Short-term borrowing	(1.625.000)	(3.126.000)	-	(4.751.000)
Long-term loans	<u>(36.017.228)</u>	<u>(29.397.187)</u>	<u>-</u>	<u>(65.414.415)</u>
Total liabilities	<u>(40.046.822)</u>	<u>(36.237.286)</u>	<u>-</u>	<u>(76.284.108)</u>
Net assets	<u>(13.348.623)</u>	<u>856.348</u>	<u>-</u>	<u>(12.492.275)</u>
Revenue	16.977.883	10.171.125	455	27.149.463
Interest receivable	764.352	2.131.914	-	2.896.266
Expenses	(18.357.582)	(9.794.624)	-	(28.152.206)
Depreciation and amortisation	(84.135)	(425.427)	(3.396)	(512.958)
Interest payable	(1.149)	(1.273.430)	-	(1.274.579)
Tax	-	(94.420)	-	(94.420)
(Loss)/profit	<u>(700.631)</u>	<u>715.138</u>	<u>(2.941)</u>	<u>11.566</u>
Group's share in net assets	<u>(6.674.312)</u>	<u>428.174</u>	<u>-</u>	<u>(6.246.138)</u>
Group's share in (loss)/profit	<u>(350.316)</u>	<u>357.569</u>	<u>(1.471)</u>	<u>5.783</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**9. INVESTMENTS IN ASSOCIATED COMPANIES AND JOINT VENTURES** *(continued)*

The following table summarises the investment in the associated company Demetra Holdings Plc:

Reporting date	30/09/2023	31/12/2022
Percentage	29,62%	29,62%
	€	€
Non-current assets	306.849.238	255.401.032
Cash and cash equivalents	772.978	761.303
Current assets	<u>38.799.677</u>	<u>31.398.540</u>
Total assets	<u>346.421.893</u>	<u>287.560.875</u>
Current liabilities	(4.065.367)	(3.520.944)
Short-term borrowing	(3.651.708)	(1.840.528)
Long-term loans	<u>(2.990.207)</u>	<u>(5.111.753)</u>
Total liabilities	<u>(10.707.282)</u>	<u>(10.473.225)</u>
Net assets	<u>335.714.611</u>	<u>277.087.650</u>
Revenue	60.415.879	11.525.425
Interest receivable	159.647	218.282
Expenses	(1.536.735)	(2.153.745)
Depreciation and amortisation	(48.776)	(64.611)
Interest payable	(334.765)	(315.324)
Tax	<u>(18.265)</u>	<u>(105.766)</u>
Profit	<u>58.636.985</u>	<u>9.104.261</u>
Group's share in net assets	<u>99.438.668</u>	<u>82.073.362</u>
Group's share in profit for the period/year	<u>17.368.275</u>	<u>2.696.682</u>

On 1 January 2023, the associated company with Demetra, Hellenic Public Bank Ltd, adopting the new IFRS 17 "Insurance Contracts", which replaced IFRS 4, proceeded, according to the provisions of IFRS 17, to adjust its comparative information. This adjustment resulted in an increase in the total equity of Hellenic Bank Group by approximately €9.2 million as at 31 December 2022, which increased from approximately €1.120 million to approximately €1.129 million. On the contrary, the Bank's group net profit for the nine month period of 2022 decreased by approximately €2,5 million, from €55,4 million to €52,9 million. Demetra has not restated the comparative information in its own interim consolidated financial statements as the financial statements of Hellenic Bank have not been audited by the Bank's external auditors and may be subject to change. Demetra will adjust its comparative information at the time of the final financial statements preparation for 2023, and after the final audited financial statements of Hellenic Bank are made available.

In case that Demetra proceeded to restate the comparative information in its interim consolidated financial statements for the quarter ended 30 September 2023, it would have the following effects on its results and financial position:

Results 1 January - 30 September 2022

Share of profit from associated company: Decrease by approximately €970 thousand
 Net profit for the period: Decrease by approximately €970 thousand

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**9. INVESTMENTS IN ASSOCIATED COMPANIES AND JOINT VENTURES** *(continued)*Financial position as at 31 December 2022 and 20 September 2023

Investments in associated companies: Increase by approximately €2 million

Total equity: Increase by approximately €2 million

The consequent effect on the results of the Group would be as follows:

Results 1 January - 30 September 2022

Share of profit from associated companies: Decrease by approximately €287 thousand

Net profit for the period: Decrease by approximately €287 thousand

Financial position as at 31 December 2022 and 30 September 2023

Investments in associated companies: Increase by approximately €592 thousand

Total equity: Increase by approximately €592 thousand

10. CASH AND CASH EQUIVALENTS**THE GROUP**

	30 September 2023 €	31 December 2022 €
Cash in hand	214.023	115.870
Current accounts with banks	<u>53.183.297</u>	<u>65.241.074</u>
	53.397.320	65.356.944
Expected credit losses	<u>(3.966.983)</u>	<u>(3.940.205)</u>
	<u><u>49.430.337</u></u>	<u><u>61.416.739</u></u>

The expected credit losses relate to a provision for impairment of cash and cash equivalents which derived entirely from the subsidiary company Logicom (Middle East) SAL in Lebanon, as a result of the prolonged political and economic instability that had a severe impact on the country, as well as, cash flow restrictions.

THE COMPANY

	30 September 2023 €	31 December 2022 €
Cash in hand	113.749	105.709
Current accounts with banks	<u>264.299</u>	<u>9.193.270</u>
	<u><u>378.048</u></u>	<u><u>9.298.979</u></u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**10. CASH AND CASH EQUIVALENTS** *(continued)*

For the purposes of the statement of cash flows, the cash and cash equivalents include the following:

THE GROUP

	30 September 2023 €	31 December 2022 €
Cash at bank and in hand	49.430.337	61.416.739
Bank overdrafts (Note 12)	<u>(31.125.889)</u>	<u>(32.270.645)</u>
	<u>18.304.448</u>	<u>29.146.094</u>

THE COMPANY

	30 September 2023 €	31 December 2022 €
Cash at bank and in hand	378.048	9.298.979
Bank overdrafts (Note 12)	<u>(18.006.833)</u>	<u>(20.671.992)</u>
	<u>(17.628.785)</u>	<u>(11.373.013)</u>

11. SHARE CAPITAL

	30 September 2023 Number of shares	30 September 2023 €	31 December 2022 Number of shares	31 December 2022 €
Authorised				
Ordinary shares of €0,34 each	<u>100.000.000</u>	<u>34.000.000</u>	<u>100.000.000</u>	<u>34.000.000</u>
Issued and fully paid				
Balance at 1 January	<u>74.079.600</u>	<u>25.187.064</u>	<u>74.079.600</u>	<u>25.187.064</u>
Balance at 31 December 2022	<u>74.079.600</u>	<u>25.187.064</u>	<u>74.079.600</u>	<u>25.187.064</u>

All the shares are listed and traded in the Cyprus Stock Exchange, they have the same and equal rights and have no limitations in their transfer.

12. LOANS AND BANK OVERDRAFTS**THE GROUP**

	30 September 2023 €	31 December 2022 €
Long-term loans	9.763.986	11.749.249
Short term loans	118.134.473	120.625.608
Bank overdrafts (Note 10)	<u>31.125.889</u>	<u>32.270.645</u>
	<u>159.024.348</u>	<u>164.645.502</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**12. LOANS AND BANK OVERDRAFTS** *(continued)*

The long-term loans of the Group are repayable as follows:

THE GROUP

	30 September 2023	31 December 2022
	€	€
Within one year	3.087.552	3.087.915
Between two and five years	<u>6.676.434</u>	<u>8.661.334</u>
	<u>9.763.986</u>	<u>11.749.249</u>

THE COMPANY

	30 September 2023	31 December 2022
	€	€
Long-term loans	4.983.741	6.333.542
Short term loans	35.217.588	43.999.518
Bank overdrafts (Note 10)	<u>18.006.833</u>	<u>20.671.992</u>
	<u>58.208.162</u>	<u>71.005.052</u>

The long-term loans of the Company are repayable as follows:

THE COMPANY

	30 September 2023	31 December 2022
	€	€
Within one year	2.063.034	2.065.957
Between two and five years	<u>2.920.707</u>	<u>4.267.585</u>
	<u>4.983.741</u>	<u>6.333.542</u>

13. FAIR VALUES

Management believes that the fair values of the financial assets and liabilities of the Group and the Company are approximately equal to the amounts shown in the books at the end of the period.

14. RISK MANAGEMENT

The main financial assets held by the Group and the Company are cash and cash equivalents, investments and trade and other receivables. The main financial liabilities of the Group and the Company are bank overdrafts and loans and trade and other payables. The Group and the Company took all necessary actions during the year to reconsider, review and strengthen the internal management policies, procedures and strategy, where necessary, to reflect and address the unforeseen adverse effects of the Russia's invasion to Ukraine. The Management of the Group and the Company and in particular the Risk Management Committee monitors the risks to which the Company and the Group are exposed by their financial assets and liabilities and take the appropriate measures. These risks are analysed below:

14.1 Credit risk

Credit risk is the risk of default by counter parties to transactions mainly from trade receivables of the Group and the Company. The Group and the Company ensure the application of appropriate mechanisms and ensure the maintenance of related monitoring procedures and controls over credits. Credit risk is monitored on an ongoing basis.

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**14. RISK MANAGEMENT** *(continued)**14.1 Credit risk (continued)*

The Group entered into an agreement with Atradius Credit Insurance N.V. ('Insurance Company') for the credit insurance that the Group offers to its customers. The issuance of such insurance agreement is considered to be the most appropriate method for hedging against credit risk. The insurance company was evaluated in January 2022 by the rating agency Moody's as A2 with negative prospects. The Group also signed an agreement in March 2020 for additional insurance beyond the credit limits provided by Atradius with Cooper Gay SA (representative of Lloyd's Insurance Company S.A.).

The insurance agreements for the trade receivables and the procedures required under these agreements, have significantly improved the monitoring and control of trade receivables, mainly in the approval of credit limits, which is done in cooperation with the credit insurance company as the latest has the resources for a better evaluation of the credibility of each debtor. It should be noted that the credit insurance covers all trade receivables other than governmental or semi-governmental organizations as well as natural persons.

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was:

THE GROUP

	30 September 2023	31 December 2022
	€	€
Receivables from associated companies and joint ventures	23.195.937	23.742.843
Trade and other receivables	328.321.742	276.056.194
Cash and cash equivalents	<u>49.216.314</u>	<u>61.300.869</u>
	<u>400.733.993</u>	<u>361.099.906</u>

THE COMPANY

	30 September 2023	31 December 2022
	€	€
Long-term loans to subsidiary companies	28.793.476	28.471.132
Trade and other receivables	19.814.865	22.582.572
Cash and cash equivalents	264.299	9.193.270
Balances with subsidiary companies	<u>70.936.363</u>	<u>65.433.709</u>
	<u>119.809.003</u>	<u>125.680.683</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

14. RISK MANAGEMENT (continued)

14.1 Credit risk (continued)

The maximum exposure to credit risk of the Group by geographic region, is as follows:

Period ended 30 September 2023	Europe €	Middle East €	Total €
Cash and cash equivalents	11.506.342	37.709.972	49.216.314
Receivables from joint ventures	23.195.937	-	23.195.937
Trade and other receivables	92.394.550	228.993.318	321.387.868
Contract asset	6.933.874	-	6.933.874
	<u>134.030.703</u>	<u>266.703.290</u>	<u>400.733.993</u>
31 December 2022	Europe €	Middle East €	Total €
Cash and cash equivalents	24.626.844	36.674.025	61.300.869
Receivables from joint ventures	23.742.843	-	23.742.843
Trade and other receivables	96.869.204	172.450.315	269.319.519
Contract asset	6.736.675	-	6.736.675
	<u>151.975.566</u>	<u>209.124.340</u>	<u>361.099.906</u>

The maximum exposure of the Group to credit risk in relation to the geographical dispersion of the trade receivables is as follows:

THE GROUP

	30 September 2023 €	31 December 2022 €
Europe	82.248.951	85.116.291
Middle East	<u>225.883.730</u>	<u>178.973.132</u>
	<u>308.132.681</u>	<u>264.089.423</u>

THE COMPANY

	30 September 2023 €	31 December 2022 €
Europe	9.773.518	12.487.565
Middle East	-	-
	<u>9.773.518</u>	<u>12.487.565</u>

In accordance with the above analysis 27% of the Group's trade receivables (2022: 32%) originates from Europe. 73% (2022: 68%) of the Group's trade receivables originates from the Middle East.

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**14. RISK MANAGEMENT** *(continued)**14.1 Credit risk (continued)*

The ageing of the remaining trade receivables is as follows:

THE GROUP

	30 September 2023	31 December 2022
	€	€
0 until 90 days	295.425.560	251.481.633
91 until 180 days	10.082.343	8.294.901
more than 180 days	<u>2.624.778</u>	<u>4.312.889</u>
	<u><u>308.132.681</u></u>	<u><u>264.089.423</u></u>

THE COMPANY

	30 September 2023	31 December 2022
	€	€
0 until 90 days	9.509.461	12.247.515
91 until 180 days	9.440	234.626
more than 180 days	<u>254.617</u>	<u>5.424</u>
	<u><u>9.773.518</u></u>	<u><u>12.487.565</u></u>

The ageing of the receivables from subsidiary companies in the Company's books is presented as follows:

THE COMPANY

	30 September 2023	31 December 2022
	€	€
0 until 180 days	70.936.363	65.433.709
more than 180 days	<u>28.793.476</u>	<u>28.471.132</u>
	<u><u>99.729.839</u></u>	<u><u>93.904.841</u></u>

The expected credit losses recognised during the year are analysed as follows:

THE GROUP

	Period ended 30 September 2023	Period ended 30 September 2022
	€	€
Trade receivables	199.246	240.018
Cash and cash equivalents	<u>-</u>	<u>1.175.033</u>
	<u><u>199.246</u></u>	<u><u>1.415.051</u></u>

THE COMPANY

	Period ended 30 September 2023	Period ended 30 September 2022
	€	€
Trade receivables	<u>(119)</u>	<u>-</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**14. RISK MANAGEMENT** *(continued)***14.1 Credit risk** *(continued)*

The Group estimates that the fair value of trade and other receivables is not significantly different from the carrying value in the financial statements, as the average repayment period of trade and other receivables is less than 6 months.

The provision for doubtful debts is analysed as follows:

THE GROUP

	Trade receivables €	Loans receivable from joint ventures €	Total €
Balance at 1 January 2022	3.218.509	434.724	3.653.233
Expected credit losses	93.433	(158.252)	(64.819)
Provision for doubtful debts	393.478	-	393.478
Exchange differences	155.731	-	155.731
	<u>3.218.509</u>	<u>434.724</u>	<u>3.653.233</u>
Balance at 1 January 2023	3.861.151	276.472	4.137.623
Expected credit losses	(130.719)	-	(130.719)
Provision for doubtful debts	199.246	-	199.246
Exchange differences	(422.140)	-	(422.140)
Balance at 30 September 2023	<u>3.507.538</u>	<u>276.472</u>	<u>3.784.010</u>

THE COMPANY

	Trade receivables €	Long-term loans with subsidiary companies €	Receivables from subsidiary companies €	Total €
Balance at 1 January 2022	123.065	1.995.034	169.572	2.287.671
Expected credit losses	(6.246)	132.355	308	126.417
	<u>123.065</u>	<u>1.995.034</u>	<u>169.572</u>	<u>2.287.671</u>
Balance at 1 January 2023	116.819	2.127.389	169.880	2.287.671
Expected credit losses	-	-	-	-
Balance at 30 September 2023	<u>116.819</u>	<u>2.127.389</u>	<u>169.880</u>	<u>2.287.671</u>

The Group estimates that the fair value of other receivables is not significantly different from their carrying value as recognised in the financial statements, as the average repayment period of other receivables is less than 6 months.

The Group estimates expected credit losses for trade receivables using a provision matrix based on each company's ageing reports. The Group calculates the average credit loss rates using the roll rate method, in the probability that a trade receivable will gradually move to the default of the repayment obligation until the write off. The average credit loss rates are calculated separately for each company of the Group in order to have common geographical and macroeconomic data in each grouping. The Group, depending on the differentiation of its customer base, uses the appropriate groupings, i.e. by country/geographical region. The average credit losses rates are adjusted based on the macroeconomic position of each company of the Group.

Expected credit losses on contract assets are calculated on the basis of the internal assessment of the creditworthiness of each customer. Expected credit losses on contract assets have not been recognised, as no substantial amounts have been incurred.

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

14. RISK MANAGEMENT (continued)

14.1 Credit risk (continued)

The probability of default as well as the assumptions and estimations for credit losses in the case of default is estimated, for loans to subsidiaries or associated companies. The significant increase of the credit risk is also estimated on the basis of the decrease in the credibility of the counterparty's country as this is measured by the credit rating institution Moody's.

The total expected credit losses are presented below:

	THE GROUP		THE COMPANY	
	Period ended 30 September 2023	31 December 2022	Period ended 30 September 2023	31 December 2022
	€	€	€	€
Specific provision for bad debts	2.853.999	3.076.893	115.208	115.208
Expected credit losses	<u>653.539</u>	<u>784.258</u>	<u>1.611</u>	<u>1.611</u>
	<u>3.507.538</u>	<u>3.861.151</u>	<u>116.819</u>	<u>116.819</u>

When there is a breach of payment terms by a specific trade debtor, the Group assesses the recoverability of each balance based on the creditworthiness of each debtor. The assessment takes into consideration the coverage and the percentage of coverage by the credit insurance company, the financial position of the debtor and any guarantees that have been received by the company. In case that the recovery of an amount is deemed remote, then the Management registers a specific provision for bad debts.

The following table provides information about the exposure to credit risk and the expected credit losses for trade debtors.

THE GROUP

	Weighted-aver age loss rate 30/09/2023 %	Gross carrying amount 30/09/2023 €	Impairment loss allowance 30/09/2023 €	Weighted-aver age loss rate 31/12/2022 %	Gross carrying amount 31/12/2022 €	Impairment loss allowance 31/12/2022 €
Balances not impaired	0,0269	188.034.189	50.581	0,0307	210.189.815	64.596
1 to 90 days	0,2754	112.569.054	310.015	0,3142	42.407.640	133.247
91 to 180 days	1,8881	7.875.071	148.689	2,1541	6.969.342	150.128
More than 180 days	<u>4,5622</u>	<u>3.161.904</u>	<u>144.254</u>	<u>5,2039</u>	<u>8.383.776</u>	<u>436.287</u>
		<u>311.640.218</u>	<u>653.539</u>		<u>267.950.573</u>	<u>784.258</u>

THE COMPANY

	Weighted-aver age loss rate 30/09/2023 %	Gross carrying amount 30/09/2023 €	Impairment loss allowance 30/09/2023 €	Weighted-aver age loss rate 31/12/2022 %	Gross carrying amount 31/12/2022 €	Impairment loss allowance 31/12/2022 €
Balances not impaired	0,0015	8.020.529	120	0,0060	10.899.060	659
1 to 90 days	0,0042	1.666.284	70	0,0173	1.685.372	291
91 to 180 days	0,3890	9.440	37	1,6057	18.247	293
More than 180 days	<u>0,7131</u>	<u>194.083</u>	<u>1.384</u>	<u>21,5962</u>	<u>1.704</u>	<u>368</u>
		<u>9.890.336</u>	<u>1.611</u>		<u>12.604.383</u>	<u>1.611</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

14. RISK MANAGEMENT *(continued)*

14.2 Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's revenue or the value of its holdings of financial instruments.

The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

14.2.1 Interest rate risk

Interest rate risk is the risk of fluctuations in the value of financial instruments due to movements in market interest rates. Income and cash flows from operations of the Group and the Company are dependent on changes of market interest rates, since the Group and the Company have material assets which bear interest. The Group and the Company are exposed to interest rate risk on borrowings. Borrowing in variable interest rates exposes the Group and the Company in interest rate risk that affects cash flows. Borrowing in fixed interest rates exposes the Group and the Company in interest rate risk that affects the fair value. The management of the Group and the Company and more specifically the Risk Management Committee is monitoring the fluctuations of interest rates on an ongoing basis and ensures that the necessary actions are taken.

14.2.2 Foreign exchange risk

This risk arises from adverse movements in foreign exchange rates.

The Company and the Group are subject to foreign exchange risk on sales, purchases and loans in currencies other than the Company's and subsidiary companies' functional currency, and on the long-term loans to foreign subsidiaries. Management is aware of the foreign exchange risk and is examining alternative methods to hedge the risk.

The hedging of foreign exchange risk is managed by the Group Treasurer together with the Group Chief Financial Officer in collaboration with the Risk Management Committee. This issue is discussed and examined in the meetings of the Risk Management Committee as the Group and the Company are materially affected from the movements in foreign currencies against the Euro, and if necessary discussed and examined further in the meeting of the Board of Directors.

Until today, the hedging methods that have been used against foreign exchange risk are the following:

1. Natural Hedging. The Company maintains to the maximum extent, assets (investments in foreign subsidiaries) and liabilities (bank overdrafts, short and long term loans) at the same currency, mainly the United States Dollars (USD). In this way any gain or loss in assets is hedged by the corresponding loss or gain in liabilities.
2. The percentage of sales in foreign currency on total turnover is approximately the same with the percentage of bank borrowings in foreign currency in relation to the total borrowings of the Group.
3. The bank borrowing is usually made in the currency that the suppliers invoice the Company.
4. In cases of projects where the total cost of completion of the project is known from the time of the validation of the tender, then forward contracts are used, for the period required to complete the project and for the specific amount in foreign currency that the Company will be invoiced.
5. In addition, the Company enters into forward exchange contracts based on turnover at regular intervals e.g. weekly, for covering the payments to suppliers based on the credit period that they give to the Company. In this way the purchase of foreign currency for payments to suppliers in future periods is secured with the receipts from trade receivables.

Hedging of net investment in foreign operation

The Group applies hedge accounting to decrease foreign exchange risk.

LOGICOM PUBLIC LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**

Period ended 30 September 2023

14. RISK MANAGEMENT *(continued)*

Specifically, the equity and long term loans that are part of the net investment in subsidiary companies Logicom FZE, Logicom Dubai LLC, Logicom Jordan LLC and Logicom Saudi Arabia LLC, where the functional currency is the USD are hedged with the bank borrowings of the Group in USD. Hedging is determined on a quarterly basis and the amount is adjusted accordingly. The hedge effectiveness is assessed on a monthly basis and to the extent the hedging is ineffective, the exchange differences are recognized in statement of profit or loss and other comprehensive income

On 30 September 2023 the amounts that were hedged were, USD 40.000.000 of net investment in the above foreign companies and USD 40.000.000 of bank borrowings.

14.2.3 Other market price risks

The Group is exposed to financial risks arising from changes in share prices. The Group monitors the spread of its portfolio in order to mitigate its exposure to these financial risks. The Group's main investments are classified as investments at fair value through other comprehensive income.

14.3 Liquidity risk

Liquidity risk is the risk that arises when the period in which assets can be converted into cash does not coincide with the period in which liabilities become payable. When expiries do not concur, the performance can increase but at the same time the risk for losses can also increase. The Group has procedures in place to minimize such losses, like retaining sufficient amounts in cash and other highly liquid assets and retaining sufficient amounts in secured credit facilities in order to cover liabilities when they fall due.

The Management estimates that the ability of the Group to discount its trade receivables through the factoring agreement without recourse in Cyprus, Greece and the United Arab Emirates reduces even further the liquidity risk.

Bank loans and overdrafts of the Group and the Company are presented in note 12.

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

14. RISK MANAGEMENT (continued)

14.3 Liquidity risk (continued)

The expected cash outflows based on the information included in the consolidated and separate financial statements are presented below:

THE GROUP

Liquidity Risk

	Balance	Cash outflows arising from contractual liabilities				
		6 months or less	6 - 12 months	1 - 2 years	2 - 5 years	More than 5 years
	€	€	€	€	€	€
<u>30 September 2023</u>						
Long-term loans	9.763.986	1.537.283	1.550.269	2.927.094	2.639.876	1.109.464
Short term loans	118.134.473	118.134.473	-	-	-	-
Trade and other payables	224.130.529	211.922.066	-	-	-	12.208.463
Bank overdrafts	31.125.889	31.125.889	-	-	-	-
Obligation under finance leases	<u>5.098.166</u>	<u>826.869</u>	<u>524.622</u>	<u>845.027</u>	<u>797.241</u>	<u>2.104.407</u>
	<u>388.253.043</u>	<u>363.546.580</u>	<u>2.074.891</u>	<u>3.772.121</u>	<u>3.437.117</u>	<u>15.422.334</u>
<u>31 December 2022</u>						
Long-term loans	11.749.249	1.541.581	1.546.333	3.101.175	4.155.606	1.404.554
Short term loans	120.625.608	120.625.608	-	-	-	-
Trade and other payables	206.952.749	195.088.986	-	17.115	4.507	11.842.141
Bank overdrafts	32.270.645	32.270.645	-	-	-	-
Provision for other liabilities	93.791	93.791	-	-	-	-
Promissory notes	2.000.000	2.000.000	-	-	-	-
Obligations under finance leases	<u>5.472.521</u>	<u>556.751</u>	<u>649.490</u>	<u>1.014.790</u>	<u>1.175.710</u>	<u>2.075.780</u>
	<u>379.164.563</u>	<u>352.177.362</u>	<u>2.195.823</u>	<u>4.133.080</u>	<u>5.335.823</u>	<u>15.322.475</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

14. RISK MANAGEMENT (continued)

14.3 *Liquidity risk* (continued)

THE COMPANY

Liquidity Risk

	Balance	Cash outflows arising from contractual liabilities				
		6 months or less	6 - 12 months	1 - 2 years	2 - 5 years	More than 5 years
	€	€	€	€	€	€
<u>30 September 2023</u>						
Long-term loans	4.983.741	1.031.517	1.031.517	2.063.034	857.673	-
Short term loans	35.217.588	35.217.588	-	-	-	-
Trade and other payables	25.129.423	25.129.423	-	-	-	-
Bank overdrafts	18.006.833	18.006.833	-	-	-	-
Obligations under finance leases	178.611	70.087	71.200	37.324	-	-
Balances with subsidiary companies	<u>55.546.647</u>	<u>55.546.647</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>139.062.843</u>	<u>135.002.095</u>	<u>1.102.717</u>	<u>2.100.358</u>	<u>857.673</u>	<u>-</u>
<u>31 December 2022</u>						
Long-term loans	6.333.542	1.032.977	1.032.980	2.065.953	2.201.632	-
Short term loans	43.999.518	43.999.518	-	-	-	-
Trade and other payables	27.848.205	27.848.205	-	-	-	-
Bank overdrafts	20.671.992	20.671.992	-	-	-	-
Promissory notes	2.000.000	2.000.000	-	-	-	-
Obligations under finance leases	280.018	68.020	69.536	142.462	-	-
Balances with subsidiary companies	<u>27.897.107</u>	<u>27.897.107</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>129.030.382</u>	<u>123.517.819</u>	<u>1.102.516</u>	<u>2.208.415</u>	<u>2.201.632</u>	<u>-</u>

14.4 *Fair Value*

Items of the assets and liabilities of the Group and the Company, as these are classified in amortised cost or fair value are presented below:

Assets and liabilities in amortised cost:

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**14. RISK MANAGEMENT** *(continued)**14.4 Fair Value (continued)***THE GROUP**

	30 September 2023 €	31 December 2022 €
Trade and other receivables	353.610.857	307.986.547
Cash and cash equivalents	49.430.337	61.416.739
Long-term loans	(9.763.986)	(11.749.249)
Short term loans	(118.134.473)	(120.625.608)
Bank overdrafts	(31.125.889)	(32.270.645)
Provision for other liabilities	-	(93.791)
Trade and other payables	(224.130.529)	(206.952.749)
Promissory notes	-	(2.000.000)
	<u>19.886.317</u>	<u>(4.288.756)</u>

THE COMPANY

	30 September 2023 €	31 December 2022 €
Long-term loans to subsidiary companies	28.793.476	28.471.132
Balances with subsidiary companies	76.563.572	65.433.709
Trade and other receivables	19.824.626	22.591.907
Cash and cash equivalents	378.048	9.298.979
Long-term loans	(4.983.741)	(6.333.542)
Short term loans	(35.217.588)	(43.999.518)
Bank overdrafts	(18.006.833)	(20.671.992)
Trade and other payables	(25.130.426)	(27.848.205)
Promissory notes	-	(2.000.000)
	<u>42.221.134</u>	<u>24.942.470</u>

The fair values of the financial assets and liabilities of the Group and the Company are approximately the same as the amounts reported in the consolidated and separate financial statements at the end of year.

Assets and liabilities in fair value:

THE GROUP

	30 September 2023 €	31 December 2022 €
Investments at fair value through profit and loss	19.006	19.006
Investments at fair value through other comprehensive income	30.754.537	19.770.774
Land and buildings	20.911.958	20.628.453
Derivative financial instruments	(12.733)	(320.832)
	<u>51.672.768</u>	<u>40.097.401</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**14. RISK MANAGEMENT** *(continued)**14.4 Fair Value (continued)***THE COMPANY**

	30 September 2023	31 December 2022
	€	€
Investments at fair value through profit and loss	6.758	6.758
Land and buildings	3.388.321	3.535.871
Derivative financial instruments	<u>(388.142)</u>	<u>(633.234)</u>
	<u>3.006.937</u>	<u>2.909.395</u>

The table below analyses the financial assets carried at fair value, by the valuation method used to determine their value. The different levels have been defined as follows:

- Level 1: investments measured at fair value using quoted prices in active markets.
- Level 2: investments measured at fair value based on valuation models in which all significant inputs that significantly affect the fair value are based on observable market data.
- Level 3: investments measured at fair value based on valuation models in which all significant inputs that significantly affect the fair value are not based on observable market data.

THE GROUP

30 September 2023	Level 1 €	Level 2 €	Level 3 €	Total €
Financial assets and liabilities				
Other investments	13.880	-	5.126	19.006
Investments at fair value through other comprehensive income	30.754.537	-	-	30.754.537
Land and buildings	-	-	20.911.958	20.911.958
Derivative financial instruments	<u>-</u>	<u>(12.733)</u>	<u>-</u>	<u>(12.733)</u>
Total	<u>30.768.417</u>	<u>(12.733)</u>	<u>20.917.084</u>	<u>51.672.768</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**14. RISK MANAGEMENT** *(continued)**14.4 Fair Value (continued)*

31 December 2022	Level 1	Level 2	Level 3	Total
	€	€	€	€
Financial assets and liabilities				
Other investments	13.880	-	5.126	19.006
Investments at fair value through other comprehensive income	19.770.774	-	-	19.770.774
Land and buildings	-	-	20.628.453	20.628.453
Derivative financial instruments	-	(320.832)	-	(320.832)
Total	<u>19.784.654</u>	<u>(320.832)</u>	<u>20.633.579</u>	<u>40.097.401</u>

During the nine month period of 2023, as well as in 2022 there were no transfers between the two levels mentioned above.

The fair value of other investments including public companies, as well as, investments at fair value through other comprehensive income is based on market prices at the reporting date.

The determination of the fair value of the land and buildings is made with the assistance of independent qualified appraisers using various valuation methods and assumptions which are mainly based on the market conditions at each valuation date.

The fair value of derivative financial instruments is determined by the exchange rates of foreign currencies as provided by the European Central Bank at the reporting date. The Company enters into derivate contracts for the purchase of foreign exchange at pre specified prices for future delivery in order to reduce foreign exchange risk, using derivative financial instruments such as fixed forward contracts, flexible forward contracts and open ended contracts.

THE COMPANY

30 September 2023	Level 1	Level 2	Level 3	Total
	€	€	€	€
Financial assets and liabilities				
Other investments	1.632	-	5.126	6.758
Land and buildings	-	-	3.388.321	3.388.321
Derivative financial instruments	-	(388.142)	-	(388.142)
Total	<u>1.632</u>	<u>(388.142)</u>	<u>3.393.447</u>	<u>3.006.937</u>
31 December 2022	Level 1	Level 2	Level 3	Total
	€	€	€	€
Financial assets and liabilities				
Other investments	1.632	-	5.126	6.758
Land and buildings	-	-	3.535.871	3.535.871
Derivative financial instruments	-	(633.234)	-	(633.234)
Total	<u>1.632</u>	<u>(633.234)</u>	<u>3.540.997</u>	<u>2.909.395</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

14. RISK MANAGEMENT *(continued)*

14.9 Capital Management

The Group's and the Company's management has as a principle the maintenance of a strong capital base for the support of the credibility and trust of the investors and creditors as well as the market as a whole. Management monitors continuously the return on equity.

In order to maintain or change the share capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.

The Group monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings minus cash and cash equivalents. Total capital is calculated as "equity" as shown in the consolidated statement of financial position plus net debt.

The gearing ratio is as follows:

	THE GROUP		THE COMPANY	
	Period ended 30 September 2023 €	31 December 2022 €	Period ended 30 September 2023 €	31 December 2022 €
Total borrowings	159.024.348	166.645.502	58.208.162	73.005.052
Less: Cash and cash equivalents (Note 10)	<u>(49.430.337)</u>	<u>(61.416.739)</u>	<u>(378.048)</u>	<u>(9.298.979)</u>
Net debt	109.594.011	105.228.763	57.830.114	63.706.073
Total equity	<u>269.427.264</u>	<u>231.896.071</u>	<u>45.490.309</u>	<u>54.427.260</u>
Gearing ratio	<u>0,41</u>	<u>0,45</u>	<u>1,27</u>	<u>1,17</u>

15. DIRECTORS' INTEREST

The percentage of the share capital of the Company that was held by each member of the Board of Directors, directly or indirectly, is as follows:

	30/09/2023 Fully paid Shares %	24/11/2023 Fully paid Shares %
Varnavas Irinarchos ¹	51,55	51,55
Takis Klerides ²	0,55	0,55
George Papaioannou ³	1,09	1,09
Anthoulis Papachristoforou	0,76	0,76
Anastasios Athanasiades	0,07	0,07
Andreas Constantinides	-	-
Christoforos Hadjikyprianou	-	-
Neoclis Nicolaou	-	-
Linos Chrysostomou	-	-

- The indirect ownership of Mr. Varnavas Irinarchos on 24 November 2023 of 51,55% arises from the participation of the company Edcrane Ltd.
- The direct ownership of Mr. Takis Klerides on 24 November 2023 is 0,28% and the indirect ownership, which arises from the participation of his daughter Mrs. Pamela Klerides, is 0,27%.
- The direct ownership of Mr. George Papaioannou on 24 November 2023 is 1,0813% and the indirect ownership, which arises from the participation of his sons Mr. Christos Papaioannou is 0,0034% and Mr. Alexandros Papaioannou is 0,0034%.

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

16. SHAREHOLDERS' INTEREST

The shareholders who held, directly or indirectly, more than 5% of the share capital of the Company were as follows:

	30/09/2023	24/11/2023
	%	%
Varnavas Irinarchos ¹	51,55	51,55
Demetra Holdings Plc	10,28	10,28

1. The indirect ownership of Mr. Varnavas Irinarchos on 24 November 2023 arises through the company Edcrane Ltd. The ultimate parent company of the Group is Takero Limited which holds 100% of Edcrane's Ltd shares.

17. DIRECTORS' CONTRACTS

No important contract exists or existed at the end of the period and at the date of issuing the interim consolidated financial statements in which the members of management, their spouses or their underage children have or had, direct or indirect significant interest, except from the employment contracts of Mr. Varnavas Irinarchos and Mr. Anthoulis Papachristoforou.

(1) Contract of Mr. Varnavas Irinarchos, Managing Director

Employment contract as Managing Director of the Company for two years from 1 January 2005, with annual salary (13 months) of €93.973 which will be increasing at a proportion equal to the annual rate of inflation, as determined by the annual index on 31 January each year or at a rate equal to 4% over his last salary, whichever is higher. For 2022 the annual salary of the Managing Director was €150.000. The Company will also pay annually (12 months) for entertainment expenses an amount of €25.000, that will be increasing in every following annual period at a proportion equal to the rate of inflation, as determined by the annual index on 31 January each year or at a rate equal to 4%, whichever is higher. For 2022 the allowance for entertainment expenses amounted to €25.900.

In addition, the Company provides to the Director an appropriate vehicle and covers all related expenses.

The contract was renewed for one year from 1 January 2023, with an annual salary (13 months) of €150.000. The Company will also pay annually (12 months), for entertainment expenses the amount of €25.000.

Mr. Varnavas Irinarchos is committed not to form, assist or take part in any way in the incorporation of a company or business, which performs operations similar or competitive to the operations of the Company during his employment and for at least five years after his departure from the Company. Mr. Varnavas Irinarchos accepts that this constraint is by no means in contrast with the general principle of Restraint of Trade, and that it is considered reasonable as the employee benefited from the bonus issue of shares during the listing of the Company in the CSE.

(2) Contract of Mr. Anthoulis Papachristoforou, Group Financial Controller

In 2022 the annual salary of Mr. Anthoulis Papachristoforou amounted to €197.000, plus bonus of €50.000 and the allowance for entertainment expenses amounted to €24.000. The remuneration of Mr. Anthoulis Papachristoforou for 2023 will be the same as 2022. The Company provides to the Director an appropriate vehicle and covers all related expenses.

LOGICOM PUBLIC LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****Period ended 30 September 2023****18. CONTINGENCIES AND LITIGATIONS**

The most important guarantees are as follows:

- (1) The Company has provided a bank guarantee of up to USD 4.400.000 (€4.153.294) to a foreign supplier for providing a trading credit facility. This guarantee is valid from 18 August 2022 until 18 August 2023. This guarantee was renewed until 18 August 2024 for an amount up to USD 4.000.000 (€3.775.722).
- (2) The Company has provided a second bank guarantee of up to USD 400.000 (€377.572) to a second foreign supplier for providing a trading credit facility. This guarantee is valid from 18 August 2022 until 18 August 2023 and it was not renewed.
- (3) The Company has provided a third bank guarantee of up to EUR 1.200.000 to a third foreign supplier for providing a trading credit facility. This guarantee is valid from 11 August 2022 until 11 August 2023. This guarantee has been renewed until 11 August 2024 for an amount up to EUR 1.000.000
- (4) The Company has provided a fourth bank guarantee of up to EUR450.000 to a fourth foreign supplier for providing a trading facility. This guarantee is valid from 11 August 2022 until 11 August 2023 and it was not renewed.
- (5) The Company has provided a fifth bank guarantee of up to USD 800.000 (€755.144) to a fifth supplier for providing a trading facility. This guarantee expired on 15 April 2023 and was renewed until 15 April 2024.
- (6) The Company has provided a sixth bank guarantee of up to USD 3.000.00 (€2.831.792) to a sixth foreign supplier for providing a trading facility. This guarantee expired on 15 April 2023 and was renewed until 15 April 2024.
- (7) The Company has provided a seventh bank guarantee of up to USD 150.000 (€141.590) to a seventh foreign supplier for providing a trading facility. This guarantee expired on 12 April 2023 and was renewed until 12 April 2024.
- (8) The Company has provided an eighth guarantee of up to USD 500.000 (€471.965) to an eighth foreign supplier for providing a trading facility. The guarantee is valid from 27 July 2023 until 25 August 2024.
- (9) Companies of the Group have provided bank guarantees in order to participate to government projects and private sector projects.
- (10) Verendrya Ventures Ltd committed not to request repayment of the loan receivable from M.N. Larnaca Desalination Co. Ltd for the following 12 months or until it becomes possible without affecting the company's ability to continue to operate as a going concern.
- (11) The Company committed to provide financial and other assistance to Verendrya Ventures Ltd, to the extent of its participation in the company, which will enable it to continue its activities and meets its obligation as they fall due. As part of the financial assistance provided, the Company has also committed not to claim repayment of the amounts due from Verendrya Ventures Ltd, until the company has the necessary liquidity.

LOGICOM PUBLIC LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****Period ended 30 September 2023****18. CONTINGENCIES AND LITIGATIONS** *(continued)*

In December 2018, the subsidiary company Logicom Saudi Arabia LLC in Saudi Arabia ("the company"), received notice of Zakat and Income tax assessments from the General Authority of Zakat and Tax ("GAZT") relating to the years 2010-2014. The total claim is additional tax and Zakat of €2,4m (SAR10,3 m), plus additional penalties to be computed when the tax is settled. In February 2019 the company has filed an objection in response to the claim and in September 2019 received a negative response. In November 2019 the Company contacted the General Secretariat of Tax Affairs ('GSTC') and expects a response on this matter.

In October 2020 the General Secretariat of Tax Affairs ('GSTC') asked the company to resubmit its position in writing, which the company did. The General Secretariat of Tax Affairs ('GSTC') should have submitted its assessment, however, the company has not receive any response on the matter.

As there was a tax amnesty, to avoid fines and other charges, the Company paid the corporate tax on 31 March 2021 in protest. At the moment the company considers that it is possible to recover the amount and for this reason did not recognise any provision. In May 2021, The General Secretariat of Tax Affairs ("GSTC") issued a decision in favor of the company, accepting most of its positions. Both the company and the General Authority of Zakat and Tax have appealed but a date has not yet been set by the appeals committee of the tax authorities. At this time the company considers that it is possible to recover the amount and for this reason did not proceed with a forecast.

The company has submitted the Zakat and Income tax forms up to 2022 and is expecting the assessment of the local authorities.

Apart from the tax liabilities that have already been accounted for in the consolidated and separate financial statements, based on the existing information, it is possible that additional tax liabilities may arise during the examination of the tax and other affairs of the companies of the Group.

LOGICOM PUBLIC LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**Period ended 30 September 2023**19. RELATED PARTY TRANSACTIONS**

The companies of the Group buy and sell goods and services according to their needs from other Group companies. Transactions are made in the context of commercial practices related to intragroup transactions in the relevant operating activities.

Logicom Public Limited and Logicom FZE charge their subsidiary companies with a fee for administration services and financing cost.

i. Transactions and balances between Group Companies

The amounts charged by Logicom Public Limited to its subsidiary companies for administration services were as follows:

Administration services

	Period ended 30 September 2023 €	Period ended 30 September 2022 €
Logicom Solutions Limited	436.146	441.045
Newcytech Business Solutions Ltd	258.594	245.536
ENET Solutions Logicom S.A.	420.425	366.948
Logicom Saudi Arabia LLC	935.129	862.267
Logicom FZE	1.475.391	1.420.048
ICT Logicom Solutions SA	44.913	24.611
Logicom Information Technology Distribution s.r.l.	291.545	266.058
Logicom Italia s.r.l.	104.547	117.083
Logicom Jordan LLC	144.835	142.856
	<u>4.111.525</u>	<u>3.886.452</u>

The amounts charged by Logicom Public Ltd to its subsidiary companies for interest were as follows:

Interest

	Period ended 30 September 2023 €	Period ended 30 September 2022 €
Logicom Saudi Arabia LLC	425.517	317.598
Logicom Information Technology Distribution s.r.l.	1.050.815	448.950
Logicom Italia s.r.l.	117.556	83.450
	<u>1.593.888</u>	<u>849.998</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**19. RELATED PARTY TRANSACTIONS** *(continued)*

The sales made by Logicom Public Ltd to its subsidiary companies were as follows:

Sales

	Period ended 30 September 2023	Period ended 30 September 2022
	€	€
Logicom Solutions Limited	1.714.480	1.946.895
Newcytech Business Solutions Ltd	4.965.437	4.184.268
ENET Solutions Logicom S.A.	20.109.317	14.537.262
Logicom Jordan LLC	2.147.917	3.769.675
Logicom (Middle East) SAL	377.017	28.561
Logicom FZE	11.466	3.456
Logicom Italia s.r.l.	13.365	10.970
Logicom Information Technology Distribution s.r.l.	3.307.695	4.802.541
Logicom Saudi Arabia LLC	110	603
Elogicomnet Morocco Distribution SARL	-	(9.093)
Logicom Distribution Egypt LLC	<u>(38.494)</u>	<u>47.743</u>

The balances between Logicom Public Ltd and its subsidiary companies in the books of the parent company were as follows:

Long-term loans to subsidiary companies:

	Period ended 30 September 2023	31 December 2022
	€	€
ENET Solutions Logicom S.A.	2.418.350	2.402.025
Logicom (Middle East) SAL	4.508.495	4.478.061
Logicom FZE	2.798.376	2.779.486
Logicom Jordan LLC	2.884.746	2.865.273
Verendrya Ventures Ltd	<u>18.310.897</u>	<u>18.073.675</u>
	30.920.864	30.598.520
Expected credit losses	<u>(2.127.388)</u>	<u>(2.127.388)</u>
	<u>28.793.476</u>	<u>28.471.132</u>

There is no written agreement between the parent and the subsidiary companies, regarding the long-term loans receivable from the subsidiary companies. The loans bear no interest and there is no fixed repayment date. The loans are recognised according to the provisions of IAS 21.

The long-term loan with the subsidiary company Verendrya Ventures Limited, relates to a contract for the financing of the operations of the desalination units in Larnaca and Episkopi. The loan bears an annual interest of 1,75% (2022: 1,75%) and has no fixed repayment date.

Taking into consideration the expected future cash flows of the subsidiary company, which consists of the expected future cash flows of the desalination company in Larnaca as well as those of the company that has undertaken the same project of the desalination unit in Limassol no impairment has been recognised for the loan with the subsidiary company Verendrya Ventures Limited. The determination of the expected future cash flows is based on estimates, judgements and assumptions that were applied by the management of Verendrya Ventures Limited.

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Period ended 30 September 2023

19. RELATED PARTY TRANSACTIONS (continued)**Receivable balances with subsidiary companies**

	Nature of transactions	30 September 2023	31 December 2022
		€	€
Netcom Limited	Other	133.150	131.608
Logicom Solutions Limited	Trading	5.290.344	4.126.180
Logicom Services Ltd	Financing	21.408.791	26.602.125
ENET Solutions Logicom S.A.	Trading	7.916.057	2.916.505
Newcytech Business Solutions Ltd	Trading	350.151	-
Logicom Italia s.r.l.	Trading/Financing	2.310.966	2.542.625
Logicom Saudi Arabia LLC	Trading/Financing	8.196.617	5.547.704
Logicom Information Technology Distribution s.r.l.	Trading	19.223.680	20.137.709
Najada Holdings Limited	Financing	2.947.297	2.435.767
Logicom Distribution Egypt LLC	Other	17.534	56.027
Verendrya Ventures Ltd	Financing	378.081	376.039
Elogicomnet Morocco Distribution SARL	Other	<u>2.933.575</u>	<u>731.300</u>
		71.106.243	65.603.589
Expected credit losses		<u>(169.880)</u>	<u>(169.880)</u>
		<u>70.936.363</u>	<u>65.433.709</u>

Payable balances with subsidiary companies

	Nature of transactions	30 September 2023	31 December 2022
		€	€
Logicom (Overseas) Limited	Other	338.313	327.259
Newcytech Business Solutions Ltd	Trading	-	318.304
ICT Logicom Solutions SA	Other	20.398	86.063
Logicom Jordan LLC	Trading	2.722.993	2.581.483
Logicom (Middle East) SAL	Trading/Financing	648.527	981.441
Logicom FZE	Trading/Financing	45.567.810	22.900.118
Logicom Distribution Germany GmbH	Other	<u>621.398</u>	<u>702.439</u>
		<u>49.919.439</u>	<u>27.897.107</u>

The above balances are repayable according to the nature of each transaction.

Balances with joint ventures

	30 September 2023	31 December 2022
	€	€
	Debit/(Credit)	Debit/(Credit)
M.N. E.P.C Water Co.	(350)	(350)
M.N. Larnaca Desalination Co. Ltd	37.178	(18.726)
M.N. Limassol Water Co. Ltd	<u>41.698</u>	<u>(24.734)</u>
	<u>78.526</u>	<u>(43.810)</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**19. RELATED PARTY TRANSACTIONS** *(continued)*

The sales made by Logicom FZE to Group companies were as follows:

Sales

	Period ended 30 September 2023	Period ended 30 September 2022
	€	€
Logicom Public Limited	5.126	5.660
Logicom Jordan LLC	229.936	1.020.305
Logicom (Middle East) SAL	2.156	76.906
Logicom Dubai LLC	92.839.311	76.694.374
Logicom Saudi Arabia LLC	1.329.868	3.959.767
Logicom Kuwait for Computer Company W.L.L	9.139.197	12.143.211
Logicom Trading & Distribution LLC	6.749.214	13.863.010
Logicom LLC	9.002.786	13.687.163
Logicom Bahrain W.L.L	4.718.232	2.710.531
Logicom Distribution Egypt LLC	-	15.452
Elogicomnet Morocco Distribution SARL	50.126	-

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**19. RELATED PARTY TRANSACTIONS (continued)**

The amounts charged by Logicom FZE to Group companies for administration services were as follows:

Administration services

	Period ended 30 September 2023 €	Period ended 30 September 2022 €
Logicom Public Limited	1.652.664	1.263.840
Logicom Dubai LLC	1.287.787	1.423.530
Logicom Kuwait for Computer Company W.L.L	681.549	633.983
Logicom Trading & Distribution LLC	757.593	769.942
Logicom LLC	285.260	260.987
Elogicomnet Morocco Distribution SARL	44.757	40.188
	<u>4.709.610</u>	<u>4.392.470</u>

The amounts charged by Logicom FZE to Group companies for interest were as follows:

Interest

	Period ended 30 September 2023 €	Period ended 30 September 2022 €
Logicom Dubai LLC	1.586.447	542.732
Logicom Kuwait for Computer Company W.L.L	726.274	252.127
Logicom LLC	403.527	164.136
Logicom Trading & Distribution LLC	178.901	244.546
Logicom Saudi Arabia LLC	44.031	19.154
Elogicomnet Morocco Distribution SARL	476.836	203.913
Logicom Jordan LLC	133.721	51.483
	<u>3.549.737</u>	<u>1.478.091</u>

The sales made by ENET Solutions Logicom S.A. to Group companies were as follows:

Sales

	Period ended 30 September 2023 €	Period ended 30 September 2022 €
Logicom Public Limited	6.200.468	5.634.067
ICT Logicom Solutions SA	35.266	29.627
Logicom Information Technology Distribution s.r.l.	683.755	821.575
Logicom Italia s.r.l.	-	35.297
Logicom LLC	2.124.995	-
Logicom FZE	203.733	563.116
Logicom Solutions Limited	<u>7.683</u>	<u>1.769</u>

LOGICOM PUBLIC LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**Period ended 30 September 2023**19. RELATED PARTY TRANSACTIONS (continued)**

The sales made by Logicom Solutions Limited to Group companies were as follows:

Sales

	Period ended 30 September 2023	Period ended 30 September 2022
	€	€
Logicom Public Limited	4.185	28.373
Newcytech Business Solutions Ltd	447.381	590.200
ICT Logicom Solutions SA	<u>2.223.367</u>	<u>1.449.427</u>

The sales made by Logicom Italia s.r.l. to Group companies were as follows:

Sales

	Period ended 30 September 2023	Period ended 30 September 2022
	€	€
Logicom FZE	285.033	-
Elogicomnet Morocco Distribution SARL	273.754	-
Logicom Public Limited	4.590	-
ENET Solutions Logicom S.A.	<u>-</u>	<u>67.570</u>

The sales made by Logicom IT Distribution s.r.l. to Group companies were as follows:

Sales

	Period ended 30 September 2023	Period ended 30 September 2022
	€	€
ENET Solutions Logicom S.A.	440.116	220.496
Logicom Italia s.r.l.	2.560.354	2.260.275
Logicom Public Limited	<u>68</u>	<u>-</u>

The sales made by Logicom Saudi Arabia LLC to Group companies were as follows:

Sales

	Period ended 30 September 2023	Period ended 30 September 2022
	€	€
Logicom Public Limited	-	3.619
Logicom FZE	<u>656.193</u>	<u>228.924</u>

LOGICOM PUBLIC LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**Period ended 30 September 2023**19. RELATED PARTY TRANSACTIONS (continued)**

The sales made by Newcytech Business Solutions Limited to Group companies were as follows:

Sales

	Period ended 30 September 2023	Period ended 30 September 2022
	€	€
Logicom Solutions Limited	79.181	286.549
Newcytech Distribution Ltd	1.048.846	58.985
Logicom Public Limited	<u>68.421</u>	<u>9.003</u>

The sales made by ICT Logicom Solutions S.A. to Group companies were as follows:

Sales

	Period ended 30 September 2023	Period ended 30 September 2022
	€	€
Logicom Solutions Limited	<u>-</u>	<u>21.379</u>

The sales made by Logicom Distribution Germany GmbH to Group companies were as follows:

Sales

	Period ended 30 September 2023	Period ended 30 September 2022
	€	€
Logicom Italia s.r.l.	<u>153.195</u>	<u>178.046</u>

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**19. RELATED PARTY TRANSACTIONS** *(continued)*

The balances between Group companies and the parent Company are stated below:

Balances with related companies

	Nature of transactions	Period ended 30 September 2023 €	31 December 2022 €
		Debit/(Credit)	Debit/(Credit)
Logicom (Overseas) Limited	Other	338.213	327.259
Netcom Limited	Other	(133.150)	(131.608)
Logicom Solutions Limited	Trading	(5.290.344)	(4.126.180)
Logicom Services Ltd	Financing	(21.408.791)	(26.602.125)
Newcytech Business Solutions Ltd	Trading	(350.151)	318.304
ENET Solutions Logicom S.A.	Trading/Financing	(10.334.407)	(5.318.530)
ICT Logicom Solutions SA	Other	20.398	86.063
Logicom Jordan LLC	Trading	(161.753)	(283.790)
Logicom (Middle East) SAL	Trading/Financing	(3.859.967)	(3.496.620)
Logicom FZE	Trading/Financing	42.769.434	20.120.632
Logicom Italia s.r.l.	Trading/Financing	(2.310.966)	(2.542.625)
Logicom Saudi Arabia LLC	Trading/Financing	(8.196.617)	(5.547.704)
Logicom Information Technology Distribution s.r.l.	Trading	(19.223.680)	(20.137.709)
Logicom Distribution Germany GmbH	Other	621.398	7.012.439
Najada Holdings Limited	Financing	(2.947.297)	(2.435.767)
Logicom Distribution Egypt LLC	Other	(17.534)	(56.027)
Verendrya Ventures Ltd	Financing	(18.688.979)	(18.449.714)
Elogicomnet Morocco Distribution SARL	Financing	<u>(2.933.575)</u>	<u>(731.300)</u>

ii. Transactions and balances between related parties

There were no significant transactions and balances with related parties, including the Directors, during the period ended 30 September 2023.

LOGICOM PUBLIC LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTSPeriod ended 30 September 2023**20. BALANCES WITH ASSOCIATED COMPANIES AND JOINT VENTURES**

The balances with the joint ventures, relate to the financing of the construction, maintenance, renovation and operation of the desalination plants in Cyprus through its subsidiary company Verendrya Ventures Limited.

The balances with joint ventures are as follows:

Balances with joint ventures

	Period ended 30 September 2023	31 December 2022
	€	€
M.N Larnaca Desalination Co. Limited	10.147.055	11.049.607
M.N. Limassol Water Co. Limited	<u>13.325.354</u>	<u>12.969.708</u>
	<u>23.472.409</u>	<u>24.019.315</u>
Expected credit losses	<u>(276.472)</u>	<u>(276.472)</u>
	<u>23.195.937</u>	<u>23.742.843</u>

The amounts receivable from joint ventures are presented after the deduction of the accumulated impairments and loss in addition to the value of the investment. The net value of the balances as at 31 September 2023 is considered recoverable based on the expected discounted future cash flows from these companies. For the calculation of the expected future cash flows of the M.N. Larnaca Desalination Co. Ltd estimates, assumptions, judgements and evidence which include the legal opinion in relation to the validity of claims in favor and against the company and an opinion from its consultants in respect of the level of compensation that the company is expected to be entitled to, have been made. The Group considers that there was no evidence for impairment of the amount receivable from joint venture M.N. Limassol Water Co..

The loan with M.N. Limassol Water Co. Ltd is non current, bearing interest of 4,5% per annum and does not have a specified repayment date. The M.N. Larnaca Desalination Co. Ltd is non current, interest free and has no specified repayment date.

Interest receivable for the nine period of 2023 amounts to €375.316 (nine month period of 2022: €375.316).

The balances with the associated companies, relate to a loan that the subsidiary Verendrya Ventures Limited entered into with Demetra Holdings Plc in relation to the latter's participation in the desalination plants in Episkopi and Larnaca.

The balances with associated companies were as follows:

Balances with associated companies

	Period ended 30 September 2023	31 December 2022
	€	€
	Credit	Credit
Demetra Holdings Plc	<u>12.207.526</u>	<u>12.075.283</u>

The long term loan of the subsidiary company Verendrya Ventures Limited, with Demetra Holdings Plc, relates to the financing of the desalination projects in Larnaca and Limassol. The loan bears an interest rate of 1,75% (2022: 1,75%) per annum and does not have a specified repayment date.

LOGICOM PUBLIC LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS****Period ended 30 September 2023****21. EVENTS AFTER THE REPORTING PERIOD**

In the context of a project performed by the subsidiary company Newcytech Business Solutions Limited, the customer proceeded to claim the Performance Guarantee of €2.860.000 provided by the company in accordance with the terms of the relevant contract. The company disputes the legality of the customer's actions and takes the necessary actions/measures to protect its rights and interests.

On November 1, 2023 the Group's subsidiary company, Logicom Services Limited, proceeded with the purchase of shares of the associated company Demetra Holdings Plc, increasing its shareholding to 29,92% from 29,62%.

There were no other significant events after the reporting date that have a bearing on the understanding of the condensed interim consolidated financial statements.