

Coromandel Agronegocios de México
S.A. de C.V.

Financial statements

Report of independent auditors

December 31, 2022.



Report of independent auditors.

**To the Board of Directors and shareholders.
Coromandel Agronegocios de México, S.A. de C.V.**

We have audited the accompanying financial statements of Coromandel Agronegocios de México, S.A. de C.V., comprising the statement of financial position at 31 December 2022, income statement, changes in stockholders' equity, and cash flow for the year ended on that date, as well as a summary of significant accounting policies and other explanatory information.

The address is responsible for the preparation and faithful presentation of the attached financial statements, in accordance with Mexican financial reporting standards and internal control which the Administration considers necessary to enable the preparation of financial statements, free of material incorrectness, due to fraud or error.

Our responsibility is to express an opinion on the accompanying financial statements based on our audit. We have carried out our audit in accordance with international auditing standards. Those standards require that we comply with ethical requirements as well as that we plan and execute the audit in order to obtain reasonable assurance about whether the financial statements are free of material incorrectness.

An audit involves procedures to obtain evidence of the amounts and information disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material incorrectness in the financial statements due to fraud or error. Making those risk assessments, the auditor takes into account the internal control relevant to the preparation by the entity's financial statements expressing the true and fair view, in order to design audit procedures that are appropriate. Depending on circumstances, and not for the purpose of expressing an opinion on the effectiveness of internal control of the entity. An audit also includes evaluating the appropriateness of accounting policies applied and the reasonableness of accounting estimates made by management, as well as evaluation of the overall presentation of the financial statements.



We consider that the evidence from the audit that we have obtained provides a sufficient and appropriate basis for our audit opinion.

In our opinion, the financial statements presented faithfully in all material aspects the financial position of Coromandel Agronegocios de México, S.A. de C.V. at December 31, 2022, as well as of their results and cash flows corresponding to the year ended on such date, in accordance with the rules of Mexican financial reporting standards.

C.P.C. Guillermo Arturo Gutiérrez Garcés.

City of Mexico to 29 august 2023.

Coromandel Agronegocios de México, S.A. de C.V.

Statement of Financial Position to December 31, 2022 and 2021
Amounts expressed in pesos

	Notes	2022	2021		Notes	2022	2021
Asset				Liability and Stockholders' Equity			
Current assets.				Short-term liability:			
Cash and cash equivalents	3a	355,294	827,135	Trade payables		0	1,781,780
Accounts receivable:				Various creditors	3d	108,504	875,348
Trade receivables, prepaid tax	3b	153,535	1,948,382	Taxes payable		92,583	175,205
Tax recoverable:	3c						
Value added tax, Income tax		4,275,379	4,892,005				
Total current assets		4,784,208	7,667,522	Total short-term liability		201,088	2,832,333
Noncurrent assets							
Computer equipment		46,561	46,561	TOTAL LIABILITY		201,088	2,832,333
Accumulated depreciation		-33,887	-33,887				
Computer equipment, net		12,674	12,674	Stockholders' Equity:	4		
Total noncurrent assets		12,674	12,674	Fixed capital stock		50,000	50,000
				Variable capital stock		449,477	449,477
				Prior year income (loss).		4,080,236	3,311,325
				Net income for the year		16,081	1,037,061
				TOTAL STOCKHOLDERS' EQUITY		4,595,794	4,847,863
TOTAL ASSET		4,796,882	7,680,196	TOTAL LIABILITY AND STOCKHOLDERS EQUITY		4,796,882	7,680,196

The accompanying notes are an integral part of this financial statement

Guil12

C.P.C. Guillermo Arturo Gutiérrez Garcés
Auditor

Coromandel Agronegocios de México, S.A. de C.V.

Income Statement to December 31, 2022 and 2021

Amounts expressed in pesos

	Notes	2022	2021
Net services billed		0	2,019,668
Sales commissions	5	5,044,338	7,000,833
Net income		<u>5,044,338</u>	<u>9,020,501</u>
Cost of sales		<u>0</u>	<u>1,902,750</u>
Gross profit		5,044,338	7,117,751
<u>Operating Expenses</u>			
General Expenses		4,981,833	6,026,184
Income or (Loss) from operations		<u>62,506</u>	<u>1,091,567</u>
<u>Comprehensive income or loss on financing</u>			
Exchange gain		276,131	232,756
Exchange loss		322,556	287,262
Gain (Loss) exchange, net.		<u>-46,425</u>	<u>-54,506</u>
Income before for income tax.		16,081	1,037,061
(ISR) Income Tax		0	0
Gain (Loss) net.		<u><u>16,081</u></u>	<u><u>1,037,061</u></u>

The accompanying notes are an integral part of this financial statement

C.P.C. Guillermo Arturo Gutiérrez Garcés
Auditor

Coromandel Agronegocios de México, S.A. de C.V.

Statement of Changes in Stockholders' Equity to December 31, 2022 and 2021.
Amounts expressed in pesos

	Capital Stock	Earnings (Losses) Accrued	Income (Loss) For the year	Total Stockholders' Equity
Balance to December 31, 2020	499,477	3,138,019	173,306	3,810,802
Allocation of income to 2020		173,306 -	173,306	
Net income 2021			1,037,061	1,037,061
Balance to December 31, 2021	499,477	3,311,325	1,037,061	4,847,863
Allocation of income to 2021		1,037,061 -	1,037,061	
Allocation of corporate income tax of the year 2021		- 268,150	-	268,150
Net income 2022			16,081	16,081
Balance to December 31, 2022	499,477	4,080,236	16,081	4,595,794

C.P.C. Guillermo Arturo Gutiérrez Garcés
Auditor

Coromandel Agronegocios de México, S.A. de C.V.

Cash Flow Statement to December 31, 2022 and 2021
Amounts expressed in pesos

	2022	2021
Operating Activities		
Income before for income tax.	16,081	1,037,061
Items applied to income that do not require a cash outlay:		
Depreciation and Amortization	0	0
Net interest income items:		
Capital contributions	0	0
Total	16,081	1,037,061
Changes in current assets and liabilities:		
Tax recoverable	616,626	- 690,562
Taxes payable	- 350,771	- 131,935
Accounts receivable	1,794,847	- 1,948,382
Accounts payable	- 2,548,624	2,316,958
Net cash flows from operating activities	- 487,922	- 453,921
Investing activities		
Acquisition of fixed assets	0	0
Net cash flows from investing activities	0	0
Cash flows	- 471,841	583,140
Cash and cash equivalents at beginning of year	827,135	243,995
Cash and cash equivalents at end of year	355,294	827,135

Guil

C.P.C. Guillermo Arturo Gutiérrez Garcés
Auditor

Coromandel Agronegocios de Mexico, S.A. de C.V.

Notes to the financial statements
To December 31, 2022.
Amounts expressed in pesos

1. Compliance with financial reporting standards.

The financial statements accompanying have been prepared in accordance with the of financial reporting standards (NIF), issued by the Mexican Board for research and development of the of financial reporting standards (CINIF) into force.

2. Organization and business.

The company was incorporated on January 24, 2013, as a Variable Capital Corporation, under the corporate name "**Sabero Organics Mexico**" being its main object the trade of all kinds of fertilizers, pesticides and seeds for the seeding, etc. and the provision of services related to its corporate purpose.

On 23 October 2015 resolves to change the name of the society with the name of "**Coromandel Agronegocios de Mexico**", without implying the creation of a new company.

3. Summary of the main accounting policies.

The significant accounting policies applied in the preparation of the financial statements are as follows:

Operations in dollars.

Transactions in dollars are recorded at the exchange rate prevailing at the date of settlement or conciliation. Balances are adjusted to the exchange rate prevailing at the date of closing and he is recognized in the results accrued exchange rate fluctuation.

a. To the 31 December 2022, the cash and cash equivalents are integrated as follows:

	Mexican pesos
Commercial banking	
Citibanamex, checking account	\$ 227
Citibanamex, U.S. dollar	184
Santander, checking account	16,057
Santander, U.S. dollar	338,826
Balance	\$ 355,294

b. The balance of accounts receivable corresponds to the provisional payments of Income Tax (ISR) made during the year amounting to \$ 153,535.00

It is an obligation for the company to make these provisional payments monthly and credit them against corporate income tax.

c. The item of taxes to be recovered is integrated exclusively by the Value Added Tax (VAT) that due to legal impediments has not been able to be credited against other federal taxes.

The option to recover a percentage of the total accumulated credit balance is through a refund request before the tax authorities, as of December 31, 2022 the company has not carried out that procedure.

d. To the December 31, 2022, integrates taxes payable as follows:

	Mexican pesos
Taxes payable	
Wage tax	\$ 7,897
Payroll tax	1,940
Corporate income tax.	72,700
Employer contribution (Mexican Social Security)	2,952
Worker contribution for housing and retirement.	7,094
Balance	\$ 92,583

4. Stockholders' equity.

The fixed capital stock without the right to withdrawal is represented by 50,000 registered shares with par value of \$1.00 pesos each, which are fully subscribed and paid.

The variable capital stock is represented by 449,477 shares with a par value of \$1.00 pesos each, which are fully subscribed and paid.

5. Income.

Income for services to cash and corresponds sales commission.