

*AUDIT PARTNERS ALLIANCE, s.r.o., Kalinčiakova 2817/19, 949 01 Nitra, Licence number UDVA 317
CRN: 368 41 501, District Court Nitra, Insert No.29708/N*

INDEPENDENT AUDITOR'S REPORT

Company : **FRADEX recycling s.r.o.**
Továrenská 3682/47
953 01 Zlaté Moravce

Auditor : **AUDIT PARTNERS ALLIANCE s.r.o., licence UDVA 317**
Kalinčiakova 2817/19
949 01 Nitra

INDEPENDENT AUDITOR'S REPORT
to partners and general manager of company FRADEX recycling s. r.o.

Auditor's report on financial statements

Opinion

We have executed audit of the financial statements of the company FRADEX recycling s. r.o. (hereinafter as „Company“), which included Balance sheet as per December 31, 2024, Income statement for the year then ended and Notes that contain summary of important accounting principles and accounting methods.

In our opinion the financial statements present true and fair view of the Company's financial situation as per December 31, 2024 and of its accounting result for the year then ended according to the Accounting Act Nr. 431/2002 of Collection of Laws (hereinafter as „Accounting Act“).

Basis for the opinion

We have executed the audit according to the International Standards on Auditing (ISA). Our responsibility according to the ISA is described in section „Auditor's responsibility for audit of financial statements“. We are independent from the Company as stated in regulations about ethics of the Statutory Audit Act Nr. 423/2015 (hereinafter as „Statutory Audit Act“) and according to the Accounting Act as well as according to the Auditor's ethical code. We have also fulfilled other ethical requirements specified in the above mentioned acts. We believe that auditor evidence that we obtained provide relevant and appropriate basis for our opinion.

Statutory body's responsibility for the financial statements

Statutory body of the Company is responsible for the preparation of financial statements according to the Accounting Act and for establishment of internal controls that are considered necessary for the preparation of the financial statements that are free of significant mistakes whether due to fraud or error.

Statutory body of the Company is obliged to assess to Company's ability to continue in its operations in the future when preparing the financial statements (going-on concern); to describe the facts important to this principle if necessary and to apply the going-on concern in the accounting system of the Company unless the statutory body plans to end the Company's activities or liquidate the Company or has no other realistic option than to do so.

Auditor's responsibility for audit of financial statements

Our responsibility is to gain adequate assurance whether the financial statements contain significant mistakes (whether due to fraud or error) and to prepare auditor's report which includes auditor's opinion on the financial statements. Adequate assurance is assurance of high rate but it is no guarantee that audit executed according to the ISA always detects significant mistakes if they exist. Mistakes can arise as a result of fraud or error and are considered significant if it is rational to expect that each mistake individually or all mistakes in summary might influence economic decisions of users of the financial statements.

During audit executed according to ISA we apply professional judgement and preserve professional scepticism. Besides that we also:

- Identify and assess risk of significant mistakes in financial statements whether due to fraud or error; suggest and execute audit procedures in reaction to the risks and obtain auditor evidence that are appropriate and relevant to grant the basis for our opinion. Risk of not detecting the significant mistake caused by fraud is higher than in case of an error because fraud might contain secret agreement, forgery, and intentional omission of internal control or untrue declaration.

- We make ourselves familiar with internal controls relevant to audit in order to suggest appropriate audit procedures but not in order to judge the effectiveness of the Company's system of internal control.
- We assess the appropriateness of applied accounting principles and accounting methods and the adequacy of accounting estimations used by the statutory body.
- We make conclusion about whether the statutory body adheres to going-on concern and based on acquired audit evidence we make judgement whether there is a significant uncertainty in the Company's ability to continue in its activities in the future. If we come to conclusion that such significant uncertainty exists, we are obliged to point to the relevant information in the financial statements mentioning this in our auditor's report and if such information in the financial statements are insufficient, we may modify our opinion. Our conclusions are based on audit evidence obtained prior to the issue of the auditor's report. Nevertheless, subsequent events or circumstances might cause the termination of the Company's activities in the future.
- We assess the overall presentation, structure and content of the financial statements including the information contained in it as well as the fact whether the financial statements present true and fair view of the economic transactions and events.

Report of other requirements of the laws and other legal regulations

Report about the information stated in annual report

Statutory body is responsible for information stated in the annual report prepared according to the requirements of the Accounting Act. Our opinion on financial statements expressed before does not apply to other information in the annual report.

In connection with audit of the financial statements it is our responsibility to revise the information stated in the annual report and consider whether this information are consistent with the audited financial statements or with knowledge we acquired during audit of the financial statements or whether in other way they do not seem significantly incorrect.

The annual report was not presented for our revision prior to the issue of the independent auditor's report.

When the annual report is presented for our revision, we will assess whether the Company's annual report contains information required by the Accounting Act and according to procedures executed during audit of the financial statements, we will express opinion whether:

- Information stated in the annual report for the year 2024 is consistent with the financial statements for the year,
- Annual report contains information according to the Accounting Act.

Further we will state whether we found significant mistakes in the annual report based on our knowledge of the Company and its financial situation.

Nitra, 7 March 2025

AUDIT PARTNERS ALLIANCE, s.r.o., Licence number UDVA 317
Kalinčiaková 2817/19, 949 01, Nitra

Ing. Ľubica Mesárošová, Licence number SKAU 731

