

**ITWAY GROUP**  
**HALF-YEAR MANAGEMENT REPORT**  
**AS OF JUNE 30, 2023**

## CONSOLIDATED INCOME STATEMENT

<i>Thousands of Euro</i>	<i>Half-year as of</i>	
	<i>2023</i>	<i>2022</i>
Revenues from sales	20.806	17.728
Other operating revenues	689	598
Products	(17.020)	(14.757)
Costs of services	(1.435)	(996)
Costs of personnel	(2.111)	(1.589)
Other operating expenses	(186)	(156)
<b>EBITDA</b>	<b>743</b>	<b>828</b>
Depreciations and amortisations	(328)	(302)
<b>EBIT</b>	<b>415</b>	<b>526</b>
Financial proceeds	28	36
Financial charges and currency management	326	(650)
<b>Profit before taxes</b>	<b>769</b>	<b>(88)</b>
Taxes	(284)	(213)
<b>Result for the period</b>	<b>485</b>	<b>(301)</b>
Attributable to:		
Shareholders of parent company	499	(293)
Minorities	(14)	(8)
<b>Result per share</b>		
<u>From operations:</u>		
Basic	0,05	(0,03)
Diluted	0,05	(0,03)

**COMPREHENSIVE CONSOLIDATED INCOME STATEMENT**

<i>Thousands of Euro</i>	<i>Half-year as of</i>	
	<i>30 June</i>	
	<i>2023</i>	<i>2022</i>
Net result	485	(301)
<b>Components that can be reclassified to the income statement:</b>		
Profit/(Losses) from the conversion of the balance sheet of foreign subsidiaries	(711)	(207)
<b>Components that cannot be reclassified to the income statement:</b>		
Actuarial gain (losses) on defined-benefit plans	-	-
<b>Comprehensive result</b>	<b>(226)</b>	<b>(508)</b>
Attributable to:		
Shareholders of parent company	(212)	(500)
Minorities	(14)	(8)

## CONSOLIDATED FINANCIAL STATEMENT

<i>Thousands of Euro</i>	<b>30/06/23</b>	<b>31/12/22</b>
<b>ASSETS</b>		
<b>Not current assets</b>		
Property, plans and machinery	870	879
Goodwill	1.845	1.846
Other intangible assets	3.981	3.644
Rights of use	2.528	2.590
Investments	603	603
Deferred tax assets	1.742	1.742
Non-current financial assets	18	16
<b>Total</b>	<b>11.587</b>	<b>11.320</b>
<b>Current assets</b>		
Inventories	836	468
Account receivables - Trade	13.146	21.469
Other current assets	857	847
Cash on hand	5.017	2.345
Other financial credits	-	2.110
Current financial assets	1.617	1.152
<b>Total</b>	<b>21.473</b>	<b>28.391</b>
<b>Total assets</b>	<b>33.060</b>	<b>39.711</b>
<b>NET EQUITY AND LIABILITIES</b>		
<b>Share capital and other reserves</b>		
Share capital and reserves	11.791	12.670
Net result of the period	499	(403)
<b>Total net equity</b>	<b>12.290</b>	<b>12.267</b>
Share capital and reserves of minorities	1.113	1.077
Result for the period of minorities	(14)	55
<b>Total Group net equity</b>	<b>13.389</b>	<b>13.399</b>
<b>Non-current liabilities</b>		
Severance indemnity	600	579
Provision for risks and charges	323	187
Deferred tax liabilities	194	194
Non current financial liabilities	3.486	3.309
<b>Total</b>	<b>4.603</b>	<b>4.269</b>
<b>Current liabilities</b>		
Financial current liabilities	411	981
Account payable - Trade	9.101	14.536
Tax payable	3.422	4.668
Other current liabilities	2.134	1.858
<b>Total</b>	<b>15.068</b>	<b>22.043</b>
<b>Total liabilities</b>	<b>19.671</b>	<b>26.312</b>
<b>Total net equity and liabilities</b>	<b>33.060</b>	<b>39.711</b>

## Consolidated statement of charges in equity

Thousands of Euro	Cumulative gains (losses)										
	Share capital	Own share capital	Share premium reserve and others	Legal reserve	Voluntary reserve	Other reserves	Translation reserve	Result for the year	Group PN	Third-party PN	Group and third party NPs
<b>Balance as of 01/01/2022</b>	<b>4.604</b>	<b>(320)</b>	<b>17.378</b>	<b>485</b>	<b>4.792</b>	<b>(12.987)</b>	<b>(4.836)</b>	<b>1.301</b>	<b>10.417</b>	<b>(353)</b>	<b>10.064</b>
Capital increases from conversion P.O.	501	-	726	-	-	-	-	-	1.227	-	1.227
<b>Total transactions with shareholders</b>	<b>501</b>	<b>-</b>	<b>726</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1.227</b>	<b>-</b>	<b>1.227</b>
Allocation of the result for the year	-	-	-	-	-	1.301	-	(1.301)	-	-	-
Other movements	-	-	-	-	-	(2)	-	-	(2)	-	(2)
<b>Result for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(293)</b>	<b>(293)</b>	<b>(8)</b>	<b>(301)</b>
<i>Other components of the Overall Result at 30 June 2022:</i>											
Actuarial gains/(losses) on employee benefits	-	-	-	-	-	-	-	-	-	-	-
Exchange differences from balance sheet conversion into foreign currency	-	-	-	-	-	-	(207)	-	(207)	-	(207)
<b>Aggregate</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(207)</b>	<b>(293)</b>	<b>(500)</b>	<b>(8)</b>	<b>(508)</b>
<b>Balance as of 06/30/2022</b>	<b>5.105</b>	<b>(320)</b>	<b>18.104</b>	<b>485</b>	<b>4.792</b>	<b>(11.688)</b>	<b>(5.043)</b>	<b>(293)</b>	<b>11.142</b>	<b>(361)</b>	<b>10.781</b>
<i>Movements in the second half of 2022:</i>											
Capital increases from conversion P.O.	95	-	137	-	-	11	-	-	243	-	243
4Science capital increase and transaction charges	-	-	1.931	-	-	-	-	-	1.931	772	2.703
Change in the interests of 4Science third parties	-	-	-	-	-	(292)	-	-	(292)	292	-
<b>Total transactions with shareholders</b>	<b>95</b>	<b>-</b>	<b>2.068</b>	<b>-</b>	<b>-</b>	<b>(281)</b>	<b>-</b>	<b>-</b>	<b>1.882</b>	<b>1.064</b>	<b>2.946</b>
Other movements/Inebula cessation	-	-	-	-	-	(431)	-	-	(431)	353	(78)
<b>Result for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(110)</b>	<b>(110)</b>	<b>63</b>	<b>(47)</b>
<i>Other components of the Overall Result from 01/07/2022 to 31/12/2022:</i>											
Actuarial gains/(losses) on employee benefits	-	-	-	-	-	68	-	-	68	13	81
Other movements	-	-	-	-	-	2	-	-	2	-	2
Exchange differences from balance sheet conversion into foreign currency	-	-	-	-	-	-	(286)	-	(286)	-	(286)
<b>Balance as of 01/01/2023</b>	<b>5.200</b>	<b>(320)</b>	<b>20.172</b>	<b>485</b>	<b>4.792</b>	<b>(12.330)</b>	<b>(5.329)</b>	<b>(403)</b>	<b>12.267</b>	<b>1.132</b>	<b>13.399</b>
Capital increases from conversion P.O.	108	-	177	-	-	-	-	-	285	-	285
<b>Total transactions with shareholders</b>	<b>108</b>	<b>-</b>	<b>177</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>285</b>	<b>-</b>	<b>285</b>
Allocation of the result for the year	-	-	-	-	-	(403)	-	403	-	-	-
Other Movements/Implantation Costs 4Science	-	-	-	-	-	(49)	-	-	(49)	(20)	(69)
<b>Result for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>499</b>	<b>499</b>	<b>(14)</b>	<b>485</b>
<i>Other components of the Overall Result as at 30 June 2023:</i>											
Exchange differences from balance sheet conversion into foreign currency	-	-	-	-	-	-	(711)	-	(711)	-	(711)
<b>Aggregate</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(711)</b>	<b>499</b>	<b>(212)</b>	<b>(14)</b>	<b>(226)</b>
<b>Balance as of 30/06/2023</b>	<b>5.308</b>	<b>(320)</b>	<b>20.349</b>	<b>485</b>	<b>4.792</b>	<b>(12.782)</b>	<b>(6.040)</b>	<b>499</b>	<b>12.290</b>	<b>1.099</b>	<b>13.389</b>

## CONSOLIDATED CASH FLOW STATEMENT

*Euro thousands*

	30/06/2022	31/12/2022
Result for the period "Net Itway Group"	485	(348)
<b><u>Adjustments for items that have no effect on liquidity:</u></b>		
Non-monetary economic components	169	(114)
Depreciation and equipment	40	73
Depreciation and amortisation of intangible assets	222	437
Depreciation of rights of use	66	139
Provisions for bad debts	-	1.600
Provision for risks	-	239
Employee benefits net of payments v.so social security institutions	67	162
Taxes	284	(14)
<b><u>Cash flow from operating activities before changes in working capital</u></b>	<b>1.333</b>	<b>2.174</b>
Employee Benefit Payments	(46)	(85)
Change in trade receivables and other current assets	9.958	(3.774)
Change in inventories	(368)	(257)
Change in trade payables and other current liabilities	(6.392)	2.931
Deconsolidation effects Itway Iberica	-	(212)
Taxes paid	(300)	(562)
<b><u>Cash flow from operating activities generated/ (absorbed) by changes in CCN</u></b>	<b>2.852</b>	<b>(1.959)</b>
<b><u>Cash flow from operating activities (A)</u></b>	<b>4.185</b>	<b>215</b>
Investments in property, plant and equipment and intangible assets	(662)	(1.461)
(Investments)/Divestments in other equity and financial assets	(2)	(4)
Change in cash and cash equivalents deconsolidation Itway Iberica	-	(1)
<b><u>Cash flow from investment activities (B)</u></b>	<b>(664)</b>	<b>(1.466)</b>
Initiation/(Repayments) of current financial liabilities	(286)	(1.055)
Initiation/(Repayments) of non-current financial liabilities	177	238
Convertible P.O. issuance	-	1.254
4Science capital increase net of transaction costs	(29)	2.701
<b><u>Cash flow from financing activities (C)</u></b>	<b>(138)</b>	<b>3.138</b>
Net change in the translation reserve for non-Euro currencies	(711)	(493)
<b><u>Cash flow from assets sold (D)</u></b>	<b>-</b>	<b>-</b>
<b><u>Increase/(decrease) cash and cash equivalents (A+B+C+D)</u></b>	<b>2.672</b>	<b>1.394</b>
Cash and cash equivalents at the beginning of the period	2.345	951
Cash and cash equivalents at the end of the period	5.017	2.345