



Financial Statements and Supervisory and Auditors Committee's Report.  
**TECNO ACCION S.A.**  
December 31<sup>st</sup>, 2023 and 2022.



## ANNUAL REPORT

To the Shareholders of

**TECNO ACCIÓN S.A.:**

In compliance with statutory rules and bylaws in force, we hereby submit the Annual Report and the Financial Statements for the fiscal year ended December 31, 2023.

### **Corporate Profile.**

The main activity of Tecno Acción S.A. is the provision of services for the capture, concentration, transmission and processing of lottery game and horse-racing bets to the lotteries of the Provinces of Santa Cruz, Santiago del Estero, Salta, Río Negro, Catamarca, La Rioja, Tierra del Fuego, Neuquén, Corrientes and Jujuy and to Hipódromo Argentino de Palermo S.A.

### **Company's Economic Group.**

As of December 31<sup>st</sup>, 2023, the Company's shareholders and their respective equity interests in its capital stock and votes are as follows: Intralot Global Holdings B.V. 50.00001%, Correón S.A. 12.50%, Compañía Gerenciadora de Inversiones S.A. 9.99999%, Da Silvano S.A. 2.50% and InverClub S.A. 25.00%.

### **Corporate Policy.**

The main purpose of Tecno Acción S.A., during the fiscal year, was focused on consolidating the company's position in the national territory and maintaining a satisfactory performance. In addition, the Company has specially emphasized its quality of national manufacturer, owner of its own technology and in accordance with Intralot group's technological policies for data capture terminals.

In order to achieve the aforementioned, the Company focused on continuing the renegotiation of contracts with our clients and on the technological innovation so that the Company can provide the ultimate technological solutions to its clients. The Company is specialized in the provision of integral systems of capture of lottery bets, for its clients in Argentina and its potential customers within Latin America.

Likewise, the strategic alliance that Tecno Acción S.A. has established with Intralot during the last years is reflected in the important growth of the company over these years and in the high-quality technology and management services provided by Tecno Acción S.A. to its clients, which rely on the technical support services rendered by Intralot. Otherwise, with Intralot trademark on our side, customers and gamblers are much more confident in using tools created by a market leader with international support.

### **Relevant Events of the Fiscal Year.**

Below, we mention the most significant achievements of the year under consideration:

During the fiscal year 2023, the Company reached a significant milestone to strengthen and update its position in the market. The contract renewals with Río Negro (5 years) and Jujuy (7 years) reinforce customers trust in the long run. The modernization of tools, such as the transition from SIGA to GAMMA and from Lotemovil to ABACO, together with the updating of ERP system to NetSuite improved the efficiency and boosted the generation of information for the senior management.

The diversification of products stood out when launching retail sports betting for Jujuy and Catamarca, and the successful integration with payment methods such as Mercado Pago.

The Company, currently located at the Technology Park of Bariloche, faces new challenges and opportunities in the gaming industry, proving a solid commitment and adaptability. The year 2023 was a transformation period. We strengthened our position as leaders in innovation and increased the offer of products and services to satisfy the growing demand of the market.

## Strategy and Prospects for the Fiscal Year 2024

During 2024, the Company plans continuous expansions and considerable improvements in several areas, strengthening its position as innovative leader in the gaming industry.

Regarding the renewal of contracts, we expect to sign with the lotteries of Corrientes, Catamarca and La Pampa, strengthening key relations and assuring the stability in the long run.

The international focus will be intensified by stepping into booming markets, including Panamá, Brazil, Belize and Mexico, thus, strengthening our global presence and exploring new business opportunities.

GAMMA will be set up in Salta and other provinces. This will promote the modernisation and efficiency of the offer of services. At the same time, we plan to improve Lotline platform to optimise the user experience and satisfy the growing expectations of the market.

In brief, next year promise to be a period of strategic growth, technological innovation and continuous improvement, strengthening the position of the Company as leader in the gaming industry.

## Summary

### Equity Structure compared with the previous fiscal year.

	<u>31/12/2023</u>	<u>31/12/2022</u>
Current assets	3,104,525,693	4,204,934,402
Non-current assets	2,011,717,031	3,140,815,636
<b>Total</b>	<b>5,116,242,724</b>	<b>7,345,750,038</b>
Current liabilities	1,969,483,463	2,089,062,645
Non-current liabilities	571,771,051	618,822,677
<b>Total</b>	<b>2,541,254,514</b>	<b>2,707,885,322</b>
Shareholder`s equity	2,574,988,210	4,637,864,716
<b>Total</b>	<b>5,116,242,724</b>	<b>7,345,750,038</b>

### Income Structure

	<u>31/12/2023</u>	<u>31/12/2022</u>
Ordinary operating income	2,759,068,701	3,742,606,875
Financial and holding income	(2,469,265,193)	(3,108,121,511)

Other net income and expenses	67,588,428	(66,235,484)
<b>Ordinary net profit</b>	<b>357,391,936</b>	<b>700,720,848</b>
Income tax	(757,481,525)	(979,229,495)
<b>Net income</b>	<b>(400,089,589)</b>	<b>(278,508,647)</b>

Structure of generation or use of funds compared with the previous fiscal year

	31/12/2023	31/12/2022
Funds generated by operating activities	2,624,758,179	2,456,203,154
Funds applied to investment activities	(526,377,978)	(1,657,038,116)
Funds applied to financing activities	(1,662,786,917)	(750,672,134)
Recpam of Cash and cash equivalent	(323,236,865)	(408,919,398)
<b>Total funds generated during fiscal year</b>	<b>112,356,418</b>	<b>(360,426,494)</b>

The main financial ratios of the Company as of December 31, 2023, presented in comparison with the previous fiscal year are featured below:

		31/12/2023	31/12/2022
Solvency	Assets / Liabilities	2.01	2.71
Indebtedness	Liabilities / (Liabilities + Shareholder's Net Equity)	0.50	0.37
Current liquidity	Current assets / Current liabilities	1.58	2.01
Immediate liquidity	Cash and Banks / Current liabilities	0.16	0.16
Equity assets ratio	Shareholder's net equity/ Assets	0.50	0.63
Fixed assets ratio	Non current assets /Assets	0.39	0.43
Financial leverage	Liabilities/ Assets	0.50	0.37
Assets turnover	Gross income / Assets	0.81	0.71

**Result of the fiscal year. Board of Directors proposal.**

We want to thank especially our shareholders, clients, Intralot Iberia SAU and other suppliers for ratifying their trust in our Company and to our personnel for their efforts and devotion evidenced in the course of this year.

City of Buenos Aires, March 20th, 2024.

THE BOARD OF DIRECTORS.

Federico M. de Achával  
Presidente

**TECNO ACCIÓN S.A.**

Legal domicile: Rivadavia 620, 2° floor  
City of Buenos Aires, República Argentina

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**FISCAL YEAR N° 36  
INITIATED ON JANUARY 1st, 2023  
FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
PRESENTED IN COMPARISON WITH PREVIOUS YEAR**

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Main activity of the company: provision of services for the capture, concentration, transmission and processing of lottery game.

C.U.I.T: 30-62738989-9

Date of entry in the Public Trade Registry:

- Social contract: April 6<sup>th</sup> 1989.
- Last modification of the Statute: November 24th, 2020 (Note 6).

Registration number in the Public Trade Registry: 1.594.565.

Compliance date of the social term: April 5<sup>th</sup>, 2088.

Designation of the holding company: Intralot Global Holdings B.V.

Legal domicile of the holding company: Nachtwachtlaan 20-24, 1058 EA Amsterdam, Netherlands.

Main activity of the holding company: Investor.

Shares of the holding company on net equity: 50.00001% (Note 7).

Percentage of votes of the holding company: 50.00001%.

**COMPOSITION OF SHARE CAPITAL**  
(Note 6.)

Number of shares	Type of shares	Number of votes granted by each	Subscribed, issued, integrated and registered
787.780.475	Nominal value \$ 1 each	1	787.780.475
<u>787.780.475</u>			<u>787.780.475</u>

Signed for the purpose of its identification  
with our report of March 20th, 2024  
Adler, Hasenclever & Asociados S.R.L.  
Certified Public Accountants  
C.P.C.E.C.A.B.A. T° 1 - F° 68

Daniel Osmar Herrera  
Syndic

Estanislao de León (Associate)  
Certified Public Accountant (U.N.LaM.)  
C.P.C.E.C.A.B.A. T° 397 - F° 005

Federico M. de Achával  
Chairman

**TECNO ACCIÓN S.A.**

Registration number in the Superintendency of Corporations (IGJ) 1.594.565.

**BALANCE SHEET AS OF DECEMBER 31st, 2023  
PRESENTED IN COMPARISON WITH PREVIOUS YEAR**  
(numbers expressed in pesos according Note 2.2)

	<u>31/12/2023</u>	<u>31/12/2022</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and Banks (Note 4.a)	305,347,896	327,504,803
Transitory Investments (Note 4.b and Annex I)	283,142,823	148,629,497
Credits for services (Note 4.c)	937,067,789	1,090,874,360
Other credits (Note 4.d)	605,430,874	2,058,365,950
Inventories (Note 4.e)	973,536,311	1,361,055,011
Current assets total	<u>3,104,525,693</u>	<u>4,986,429,621</u>
<b>NON CURRENT ASSETS</b>		
Other credits (Note 4.d)	39,222,383	86,516,097
Fixed assets (Annex II)	1,574,193,080	1,902,056,629
Intangible assets (Annex III)	398,301,568	370,747,691
Non current assets total	<u>2,011,717,031</u>	<u>2,359,320,417</u>
Total Assets	<u>5,116,242,724</u>	<u>7,345,750,038</u>
<b>LIABILITIES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable (Note 4.f)	1,340,441,767	1,267,789,341
Payroll and social charges (Note 4.g)	279,066,147	387,754,615
Tax charges (Note 4.h)	349,949,728	433,518,701
Other liabilities	25,822	-
Current liabilities total	<u>1,969,483,464</u>	<u>2,089,062,657</u>
<b>NON CURRENT LIABILITIES</b>		
Tax charges (Note 4.h)	571,771,051	618,822,677
Non current liabilities total	<u>571,771,051</u>	<u>618,822,677</u>
Total liabilities	<u>2,541,254,515</u>	<u>2,707,885,334</u>
<b>NET EQUITY</b>		
According to respective status	2,574,988,209	4,637,864,704
Total liabilities and net equity	<u>5,116,242,724</u>	<u>7,345,750,038</u>

Notes and complementary statements which are annexed are integral part of this statement.

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Chairman

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**INCOME STATEMENT**  
**FOR THE FISCAL YEAR ENDED ON DECEMBER 31st, 2023**  
**COMPARED WITH PREVIOUS YEAR**  
(numbers expressed in pesos according Note 2.2)

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	<u>31/12/2023</u>	<u>31/12/2022</u>
Services provided (Note 4.j)	9,940,429,632	11,099,813,786
Cost of provided services (Annex VI)	<u>(5,803,154,968)</u>	<u>(5,854,423,627)</u>
Gross profit	4,137,274,664	5,245,390,159
Marketing expenses (Annex VI)	(352,974,221)	(391,502,602)
Administration expenses (Annex VI)	(1,025,231,742)	(1,111,280,682)
Net financial and holding results (Note 4.j)	(2,469,265,193)	(3,108,121,511)
Other net income and expenses (Note 4.k)	<u>67,588,428</u>	<u>66,235,484</u>
Net profit before income tax	357,391,936	700,720,848
Income tax (Note 3.)	<u>(757,481,525)</u>	<u>(979,229,495)</u>
(Loss) Net profit for the year	<u><u>(400,089,589)</u></u>	<u><u>(278,508,647)</u></u>

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**STATEMENTS OF CHANGES IN NET EQUITY  
FOR THE FISCAL YEAR ENDED ON DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS YEAR**  
(numbers expressed in pesos according Note 2.2)

	Owner's contribution			Accumulated Results			Totals	
	Subscribed amount	Capital adjustment	Total	Legal reserve	Non-assigned Results	Total	As of 31/12/2023	As of 31/12/2022
Balance at the beginning of the year	20,877,483	4,456,480,808	4,477,358,291	263,184,212	(102,677,799)	160,506,413	4,637,864,704	5,661,023,690
Distribution of dividends (1)	-	-	-	-	-	-	-	(744,650,339)
Absorption of losses (2)	-	-	-	(102,677,799)	102,677,799	-	-	-
Adjustment capitalization (2)	1,416,902,992	(1,416,902,992)	-	-	-	-	-	-
Capital reduction (2)	(650,000,000)	(1,012,786,906)	(1,662,786,906)	-	-	-	(1,662,786,906)	-
Losses of the year	-	-	-	-	(400,089,589)	(400,089,589)	(400,089,589)	(278,508,647)
Balance at the end of the year	787,780,475	2,026,790,910	2,814,571,385	160,506,413	(400,089,589)	(239,583,176)	2,574,988,209	4,637,864,704

(1) Determined by Ordinary General Shareholders Meeting of April 29<sup>th</sup>, 2022.

(2) Determined by Ordinary General Shareholders Meeting of March 30<sup>th</sup>, 2023.

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**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023**  
**COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2)

	31/12/2023	31/12/2022
<u>Changes in cash (1)</u>		
Cash at the beginning of the year	476,134,300	836,560,795
Cash at the end of the year	588,490,719	476,134,300
Net increase (decrease) in cash	<u>112,356,419</u>	<u>(360,426,495)</u>
Reasons of changes in cash		
<u>Operational activities</u>		
(Loss) Net income for the year	(400,089,589)	(278,508,647)
Income tax	757,481,525	979,229,495
Result from exposure to changes in cash purchasing power	323,236,865	408,919,398
Adjustments to reach net cash flow for operating activities		
Depreciation of fixed assets	739,529,404	750,281,542
Amortization of intangible assets	27,537,944	18,003,167
Retirements of fixed assets	8,874,193	617,673,561
Retirements of intangible assets	-	5,459,876
Provision for uncollectibles	-	1,552,900
Net accrued interests and Exchange rate differences	1,295,646,108	1,292,742,544
Provision for credits of doubtful recoverability	29,254,709	26,213,934
<u>Changes in operating assets and liabilities</u>		
Decrease of service credits	153,806,571	381,941,821
Decrease of other credits	1,727,690,382	816,752,852
Decrease (Increase) inventories	387,518,700	(29,403,297)
Decrease accounts payable	(1,479,709,983)	(1,755,873,351)
Decrease of payroll and social charges	(108,688,468)	(14,879,958)
Decrease of tax charges	(888,102,124)	(763,902,684)
Increase of other liabilities	25,822	-
Net cash Flow from operating activities	<u>2,574,012,059</u>	<u>2,456,203,153</u>
Investment activities		
Payment for purchases of fixed assets	(420,540,048)	(1,355,141,038)
Payment for purchases of intangible assets	(55,091,821)	(301,897,076)
Net cash Flow used in investment activities	<u>(475,631,869)</u>	<u>(1,657,038,114)</u>
<u>Financing activities</u>		
Reduction of capital	(1,662,786,906)	-
Dividends payment	-	(744,650,339)
Decrease of loans	-	(6,021,795)
Net cash Flow used in financing activities	<u>(1,662,786,906)</u>	<u>(750,672,134)</u>
Net financial and holding results generated by cash and cash equivalent	(323,236,865)	(408,919,398)
Increase (Decrease) net cash	<u>112,356,419</u>	<u>(360,426,493)</u>

- (1) Cash: Cash and Banks and Transitory investments with expiration less than 90 days.  
Notes and complementary statements which are annexed are integral part of this statement.

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**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2)

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**Note 1. Company's activity**

The main activity of the Company is the provision of services for the capture, concentration, transmission, and processing of lottery game to the lotteries of the Provinces of Santa Cruz, Santiago del Estero, La Pampa, Río Negro, Catamarca, La Rioja, Tierra del Fuego, Neuquén, Corrientes, Jujuy, Tecno Acción Salta, and to Hipódromo Argentino de Palermo S.A. (hereinafter H.A.P.S.A.”).

**Note 2. Basis of presentation of financial statements**

**Note 2.1. Professional accounting standards**

The financial statements of the Company have been prepared according to the Argentine existing professional accounting standards in the City of Buenos Aires, in as much as said standards have been accepted by the Superintendency of Corporations. The expression Argentine existing professional accounting standards in the City of Buenos Aires refers to the accounting standards issued by the Argentine Federation of Professional Councils in Economic Sciences (F.A.C.P.C.E) and approved by the Professional Council of the City of Buenos Aires (C.P.C.E.C.A.B.A), with the exemption of the standards included in Technical Resolution (R.T.) No. 26 “Adoption of the International Financial Reporting Standards of the International Accounting Standards Board and the International Financial Reporting Standard for Small and Medium-sized Entities”, R.T. No 41 “Recognition and measurement aspects for small entities” and R.T. No 42 “Recognition and measurement aspects for medium entities”.

**Note 2.2. Consideration of the effects of inflation**

**2.2.1. General description**

The financial statements have been prepared in uniform currency (Argentine pesos of December, 2023), recognizing in a comprehensive manner the effects of inflation according to the established in the Technical Resolution (R.T.) N° 6.

**2.2.2. Applied professional standards referred to measurement unit**

From the Technical Resolution No.39, that modified the standards about the measure unit of the R.T. N° 17, the need of restating the financial statements to reflect the changes in the purchasing power of the currency is indicated by the existence or not of a such inflation context that describes the economy as highly inflationary. With the aim of identifying an economy with such characteristics, the RT N° 17 gives several indicators.

To stimulate the consistency on the application of the different indicators between different entities, the Interpretation N° 8 establishes as key indicator and necessary condition to reexpress the numbers of the financial statements prepared under that RT, to the fact that the accumulated inflation rate in three years, considering the domestic wholesale Price index, of the National Institute of Statistics and Censuses (INDEC) reaches or exceed the 100%.

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**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2)

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**Note 2. Basis of presentation of financial statements (continuation)**

**Note 2.2. Consideration of the effects of inflation (continuation)**

**2.2.2. Applied Professional standards, referred to measurement unit (continuation)**

During the first semester of 2018, many macroeconomic factors produced a significative acceleration of the inflation resulting on indices that exceeded the 100% accumulated in three years, As consequence, the Government Board of the Argentine Federation of Professional Council of Economic Sciences (F.A.C.P.C.E.) issued the Resolution N° 539/2018 (approved by the C.P.C.E.C.A.B.A. through Resolution of the Directive Council N° 107/2018), indicating that was configured the high inflation context and that the Financial Statements correspondent to annual or intermediate periods closed from July 1st, 2018 should be adjusted to reflect the changes on the currency purchasing power. The mentioned resolution also indicated that the Financial Statements correspondent to annual or intermediate periods closed until June 30th, 2018 inclusive should not be restated. It is worth mentioning that the Directive Desk of the CPCECABA, on April 2019, approved the Resolution MD N°11/2019, which introduced certain modifications to the Resolution (JG) N° 539/2018. These modifications were later taken by the FACPCE in its Resolution (JG) N° 553/2019. Therefore, the application of the modification approved by CPCECABA produce the same results as those that would be obtained applying the Resolution (JG) N° 553/2019.

As of the closing date of these financial statements were continued the verification of the economic framework characteristics of the country that motivate the use of the restatement of closing currency procedure, described in RT N° 6.

**2.2.3. Legal and Regulatory context, referred to measurement unit**

The application of the adjustment for inflation have been discontinued on March 28th, 2003, for the Decree N° 664/03 in force of the National Executive Power (P.E.N.), that instructed certain organisms of control to not receive Financial Statements adjusted for inflation since March 1st, 2003. According to the resolved by the Government Board of the F.A.C.P.C.E. through the resolution N° 287/03, and by the Directive Desk of the C.P.C.E.C.A.B.A., through the Resolution N° 41/03, discontinuation of the application of the adjustment for inflation would have corresponded since October 1st, 2003; however, changes in the purchasing power of the currency that took place between February 28th, 2003 and September 30th, 2003 were not significative.

The referred Decree 664/03 was repealed after the promulgation of the Law 27.468 on December 3rd, 2018. Likewise, on December 28th, 2018, the I.G.J. issued its Resolution N° 10/2018 that established the entry into force of the application of the Technical Resolution (R.T.) N° 6 and repealed the prohibition to present Financial Statements adjusted for inflation.

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**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2)

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**Note 2. Basis of presentation of financial statements (continuation)**

**Note 2.2. Consideration of the effects of inflation (continuation)**

**2.2.4. Description of the closing currency restatement process**

**2.2.4.1. General description**

In order to restate the different items and categories that integrate the Financial Statements, the Company considered:

- (a) Eliminate the partial recorded adjustments in order to avoid its duplication.
- (b) Determine the moment of origin of the items (or the moment of its last restate as corresponds).
- (c) Calculate the applicable restatement coefficients. For that purpose, is it used rate serie defined by FACPCE in Resolution (JG) N° 539/2018.
- (d) Apply the restatement coefficients to the outdated item prices to restate them to closing currency. In this regard, the items that had to be restated were those that are not expressed in closing currency. Likewise, the changes in the purchasing power of the currency that had to be recognized were those that took place from March 1st, 2003.
- (e) Check that the restated values of the different assets do not exceed to their correspondent recoverable values determined according with the applicable professional accounting rules.

**2.2.4.2. Determination of the result from exposure to changes in the purchasing power of the currency (RECPAM)**

The application of the restatement process established at the RT N° 6 allows the recognition of the profits and losses derived from the maintenance of assets and liabilities exposed to the changes in the purchasing power of the currency throughout the year. Such profits and losses are exposed in the category “Financial Results and for possession, net”, including the result by exposure to the changes in the purchasing power of the currency of the Income Statement.

**2.2.4.3. Effects of the application of RT N° 6 on the comparative numbers**

The compared numbers in these financial statements have been restated to reflect the interannual inflation (December 2022 – December 2023), which was of a 311,40%, based on the serie of indices referenced in point (c) subsection 2.2.4.1. Therefore, all the numbers that appear in these financial statements are expressed in purchasing power of December 2022. These financial statements must be read and interpreted considering this fact.

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Daniel Osmar Herrera  
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Federico M. de Achával  
Chairman

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**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2)

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**Note 2. Basis of presentation of financial statements (continuation)**

**Note 2.2. Consideration of the effects of inflation (continuation)**

**2.2.5. Criteria used by the Company to perform the restatement to closing currency, with effects on these financial statements.**

**2.2.5.1. Utilization of optional waivers established in Resolution N° 539/2018 of the Government Board of FACPCE**

For the preparation of these Financial Statements, the Company's Management has used the following simplifications provided by Resolution N° 539/2018 (F.A.C.P.C.E.), in its version adopted by C.P.C.E.C.A.B.A. through Resolutions CD 107/2017 y MD 11/2019:

- The Company has restated the assets, liabilities and components of the net shareholder's equity with origin date previous to the last restatement process, starting with the numbers previously restated from the last restatement performed (February 2003).

Likewise, the Company has decided to apply the waiver included in Resolution N° 539/2018 referred to the option of not presenting the conciliation between the Income Tax imputed in the Income Statement and the one that would result from applying the current tax rate to the accounting profit before taxes.

**Note 2.3. Criterion of accounting measurement**

Main criterion of measurements used for the preparation of the financial statements are as follows:

a.- Cash and banks

National currency: nominal value.

Foreign currency: translated at the exchange rate prevailing at each year-end for the settlements of transactions. The exchange rate differences were charged to the results of each fiscal year. See Annex V.

b- Transitory investments

Titles and bonds: have been valued at the current market value at the end of the year. See annex I.

Mutual investment funds: have been valued according to the value of the current share at the end of each year.

c.- Credits and Debts (except deferred Tax)

At current value of the cash flows which will be generated, discounted to each year-end, using implied, explicit or market rates, as appropriate, valid at the time of each transaction, as long as the effects were significant.

These credits and debts include, when applicable, the accrued portion of the relevant financial results until the end of each fiscal year. The implicit financial components have been separated from the corresponding equity balance, when they were significant.

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**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
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**Note 2. Basis of presentation of financial statements (continuation)**

**Note 2.3. Criterion of accounting measurement (continuation)**

c.- Credits and Debts (Except deferred Tax) (continuation)

Credits and debts in foreign currency were translated at the exchange rate prevailing at each year-end for the settlements of respective transactions. The exchange rate differences were charged to the results of each fiscal year. See Annex V. Balances with related parties are valued at nominal value (See Note 7.a).

Liabilities due to labor costs accrue in the fiscal year in which employees have provide services that cause such considerations.

d.- Inventories

Are valued to their cost of replacement at the end of each year.

e.- Fixed assets

These have been valued at their acquisition costs restated in constant currency according to Note 2.2., less the corresponding accrued depreciations, calculated in proportion to the assigned useful life.

Depreciations were calculated using the straight-line method and applying sufficient monthly rates to extinguish the values of assets at the end of its estimated useful life.

The board of directors of the Company review the residual accounting value of fixed assets with the objective of verifying if said assets have suffered some devaluation when there are facts or changes in circumstances that indicate that the registered value of such may not be recoverable. If there is some indication and the values of books exceed the estimated recoverable amount, said assets shall be reduced to the limit of their recoverable value. The recoverable amount for fixed assets is equivalent to the net realization value or value in use, whichever is higher. The residual value of fixed assets, net of the allowance for obsolescence does not exceed its recoverable value.

f.- Intangible assets

Software licenses and development expenses: have been valued at their restated acquisition cost, if appropriate, according to Note 2.2., net of the related accumulated depreciation at each end of the year.

Trademarks and patents: at their acquisition cost restated according to Note 2.2. Said trademarks and patents are not amortized since they have indefinite useful life.

Intangible assets in transit: at their acquisition restated according to Note 2.2.

g.- Provisions

Deducted from assets

For Doubtful accounts: they have been created to reduce the valuation of service credits and other current credits to their recoverable value.

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**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2)

---

**Note 2. Basis of presentation of financial statements (continuation)**

**Note 2.3. Criterion of accounting measurement (continuation)**

g.- Provisions (continuation)

Deducted from assets (continuation)

For doubtful recoverability credits: they have been created to reduce the loan granted to Jota Efe Entertainment S.A. to its probable recoverable value.

h.- Net equity accounts

Balances are restated based on the established in Note 2.2, except the account "Subscribed Capital", which maintains its nominal value.

i.- Income statements accounts

Incomes generated by services provided are charged to the results according to their accrual, based on the month in which the service is provided.

The accounts that accumulate monetary transactions performed along each fiscal year are expressed in their nominal value.

Under the name "Financial and holding results, net", charges for doubtful accounts, exchange rate differences and interests generated by assets and liabilities in foreign currency are included, R.E.C.P.A.M., jointly with the remaining financial incomes and expenses.

Charges due to consumptions of non-monetary assets were calculated according to adjusted amounts of said assets, in accordance with Note 2.2.

j.- Deferred Tax

It is registered in accordance with Note 2.2.

j.- Income Tax and deferred tax

Income Tax by the deferred tax method, which consist in the recognition (as credit or debt) of the tax effect of the temporary differences between the accounting measures assigned to the assets and liabilities and their corresponding tax measures, and the recognition of assets by deferred taxes when exist not used tax breaks susceptible to be deducted from future tax income, to the extent that such income tax are probable.

In this regard, the amounts correspondent to temporary differences and not used tax breaks, it is applied to them the tax rate expected to be in force at the moment of its reversal or use, considering the legal rules sanctioned until the end of the year.

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**Note 2. Basis of presentation of financial statements (continuation)**

**Note 2.3. Criterion of accounting measurement (continuation)**

j.- Income Tax and deferred tax (continuation)

On December 29th, 2017, the National Executive Power promulgated, by Decree N° 1112/2017, of the Law N° 27.430 that established many modifications to the tax regimen, including between others the Income tax, Value added tax and Internal taxes.

Between the most important modifications established by the Law are (i) the progressive reduction of the Tax Income rate for certain capital Companies, included limited Companies and limited liabilities Companies, passing from 35% to the 30% for the fiscal year initiated from January 1st, 2018, and the 30% to the 25% for the fiscal periods from January 1st, 2020, (ii) the designation of the dividends and assimilable utilities perceived by human persons and undivided successions like profits imputed in the Income tax subject to an aliquot of the 7% and the 13% for the fiscal periods initiated from January 1st, 2018 and January 1st, 2020, respectively, and (iii) the possibility that human persons, undivided successions and the subjects included in article 49 of the Law of Tax Income, ordered text in 1997 and its modifications, residents in the country, revalue, for tax purposes, certain situated assets, placed or used economically in the country which ownership corresponds and are affected to the generation of imposed profits in the Tax Income.

Likewise, the mentioned Law N° 27.430 modified the article N° 95 of the Income Tax law (text ordered in 1997 and its modifications), incorporating that the tax inflation adjustment procedure would result applicable in the fiscal year in which it is verified a variation percentage of the Price index to which the second paragraph of the article 89 refers to, accumulated in the 36 months previous to the end of the fiscal year that is liquidated, superior to the 100%, with a transition regime to determine the accumulated indices from January 1st, 2018.

The Law N° 27.430 was then modified by the law N° 27.468 that replaced IPC with IPIM as Price index to compute, and modify the transition regime which will be effective for the first, second and third fiscal years as of January 1st, 2018. In case the index variation, calculated from the beginning and till the end of those years, exceed a 55%, a 30% and a 15%, respectively.

Moreover, on December 23rd, 2019, by decree N° 58/2019 was partially enacted the Law N° 27.541 of Social Solidarity that modifies the way to impute the inflation adjustment referred to in Title VI of the Law of Income Tax (text ordered according to decree 824/2019), correspondent to the first and second fiscal year initiated as of January 1st, 2019, to be calculated under the verification of the expected assumptions in the last two paragraphs of article N° 106 of such law, that indicate that such adjustment must be imputed a sixth part in that fiscal period and the rest, in equal parts, in the following five immediate fiscal periods. This shall not prevent the calculation of the remaining thirds corresponding to previous periods in accordance with the provisions in article 194 of the mentioned law. Besides, such Law established the suspension up to the fiscal year initiated from January 1st, 2021 inclusive, of the provisions in article 86 subsections

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d) and e) of the Law 27.430, establishing for such suspension period, the aliquot provided in subsections a) and b) of article 73 of the Income Tax Law, ordered text in 2019, will be of 30%.

**Note 2. Basis of presentation of financial statements (continuation)**

**Note 2.3. Criterion of accounting measurement (continuation)**

j.- Income Tax and deferred tax (continuation)

Afterwards, on June 2nd, 2021 the Law N° 27.630 was published, which introduce some changes to the Income tax law (ordered text in 2019) mainly consisting of the modification of the Income tax aliquot applicable to the companies for the fiscal years from January 1st 2021 and on, revalue, for tax purposes, certain assets located, placed or economically used in the country which ownership correspond to them and are affected to the generation of taxable income.

These modifications consist on the application of staggered aliquots taking as base the accumulated net income according to the following detail:

Accumulated taxable net income		Will pay \$	Plus %	Over the surplus \$
From \$	To \$			
\$ 0	\$ 14.301.209,21	\$ 0	25%	\$ 0
\$ 14.301.209,21	\$ 143.012.092,08	\$ 3.575.302,30	30%	\$ 14.301.209,21
\$ 143.012.092,08	en adelante	\$ 42.188.567,16	35%	\$ 143.012.092,08

It should be noted that these amounts are annually adjusted, taking as base the annual variation of Consumer Price Index published by INDEC (National Institute of Statistics and Censuses).

To determine the probability of fulfillment and estimate the recoverable amount of the deferred liabilities, the management has planned the tax results over the basis of several future variables, including the estimated devaluation of the peso in relation with the American dollar for the following years. Such estimations will be revised regularly and the effects from it will be recognized in the period in which the revision is made.

The liabilities for net deferred taxes as of December 31<sup>st</sup>, 2023, was measured taking into account the expected rate for the year in which the temporary entry will be reverted or used. The effect of the application of the new tax rates determined by Law N° 27.630 is shown in Note 3 (Expenses for deferred taxes produced by the tax increasing).

As of December 31st, 2023, and 2022, the Company has recognized a deferred liabilities for an amount of \$ 571.771.051 and \$ 607.417.652, respectively, shown in the category of "Fiscal charges", line non-current liabilities.

As of the mentioned dates, the above-mentioned deferred liabilities and assets are re-expressed as shown in Note 2.2.

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**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
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(numbers expressed in pesos according Note 2.2)

---

**Note 2. Basis of presentation of financial statements (continuation)**

**Note 2.3. Criterion of accounting measurement (continuation)**

j.- Income Tax and deferred tax (continuation)

As of December 31st, 2023, and 2022 the estimated amount for Income Tax arised to \$ 793.128.128 and \$ 812.009.395, respectively. It was charged in the income statement under the category of "Income Tax."

**2.4. Comparative information**

In accordance with the provisions of the Technical Resolution N° 8 of the F.A.C.P.C.E. of General Rules of Accounting Exposure, the Company presents the accounting information comparatively with the previous year.

In opportunity of the issuing of this Financial Statements, the Board of Directors made some changes in the exposure of different items. The Financial Statements as of December 31st, 2022, that are presented for comparative purposes, were modified to include the effect of the referred changes.

**Note 3. Income tax and deferred tax**

The composition of "Income Tax" determined according to Technical Resolution No. 17 of the F.A.C.P.C.E. which is exposed in the financial statements of December 31<sup>st</sup> 2023, and 2022 is as follows:

<b>Composition</b>	<u>31/12/2023</u>	<u>31/12/2022</u>
Income tax	(793,128,128)	(812,009,395)
Deferred tax created by temporary differences	35,646,603	(167,220,100)
Income tax total	<u>(757,481,525)</u>	<u>(979,229,495)</u>

As of December 31<sup>st</sup>, 2023, and 2022, the composition of liabilities due to Deferred Tax at the end of each fiscal year is as follows:

	<u>31/12/2023</u>	<u>31/12/2022</u>
Net deferred tax Assets (Liabilities)		
Inventories	(270,570,736)	(218,974,886)
Fixed assets	(272,362,276)	(329,521,401)
Other credits	(32,182,646)	(83,959,680)
Accounts payable	(10,173)	(55,860)
Adjustment for tax inflation	5,542,874	27,998,973
Diverse	(2,188,094)	(2,904,798)
	<u>(571,771,051)</u>	<u>(607,417,652)</u>

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**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
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(numbers expressed in pesos according Note 2.2)

**Note 4. Detail of main categories**

The composition of the main items of this balance sheet and the financial statement at the end of each fiscal year is as follows:

	<u>31/12/2023</u>	<u>31/12/2022</u>
4.a Cash and Banks		
Cash in national currency	1,973,749	3,104,519
Cash in foreign currency (Annex V)	178,694,533	121,697,469
Banks in national currency	72,462,992	155,718,548
Banks in foreign currency (Annex V)	52,216,622	46,984,267
	<u>305,347,896</u>	<u>327,504,803</u>
4.b Transitory Investments		
Mutual fund (Annex I)	283,142,823	148,629,497
	<u>283,142,823</u>	<u>148,629,497</u>
4.c Services credits		
Debtors for services	891,198,987	1,090,158,204
Debtors for products sale	-	8,936,795
Balance with related parties (Note 7)	46,666,910	3,201,526
Provision for uncollectible debtors (Annex IV)	(798,108)	(11,422,165)
	<u>937,067,789</u>	<u>1,090,874,360</u>
4.d Other current		
Credits		
Balance with related parties (Note 7)	499,860,757	1,533,165,656
Advances to suppliers	19,308,121	97,751,837
Advances to suppliers in foreign currency (Annex V)	-	192,698,508
Expenses paid in advance	38,295,576	161,929,007
Loans granted to third parties	8.413.469	49,576,604
Provision for credits of doubtful recoverability (Annex IV)	(8.413.469)	(49,576,604)
Tax credit – Law Knowledge Economy	18.653.767	53,614,142
Diverse	29.312.653	19,206,800
	<u>605.430.874</u>	<u>2,058,365,950</u>
Non-current		
Expenses paid in advance	39.139.450	65,967,913
Diverse	82.933	20,548,184
	<u>39.222.383</u>	<u>86,516,097</u>

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**Note 4. Detail of main categories (continuation)**

The composition of the main items of this balance sheet and the financial statement at the end of each fiscal year is as follows (continuation):

	<u>31/12/2023</u>	<u>31/12/2022</u>
4.e Current inventories		
Materials and replacements	799,580,132	1,220,467,477
Products in process	71,458,766	38,358,726
Finished products	102,497,413	102,228,808
	<u>973,536,311</u>	<u>1,361,055,011</u>
4.f Current accounts payable		
Suppliers in national currency	89,257,865	201,824,443
Suppliers in foreign currency (Annex V)	18,036,218	189,241,173
Debt with related parties in foreign currency (Note 7 and Annex V)	1,188,458,250	810,856,355
Debt with related parties in national currency (Note 7 and Annex V)	-	5,272,462
Provision for expenses	44,689,434	60,594,908
	<u>1,340,441,767</u>	<u>1,267,789,341</u>
4.g Payroll and social charges		
Payroll	69,188,228	115,261,546
Social charges	58,062,309	90,279,440
Social charges payment plans	22,113,995	-
Provision for vacations	129,701,615	182,213,629
	<u>279,066,147</u>	<u>387,754,615</u>
4.h Current Tax		
Charges		
Income tax provision (1)	239,953,499	201,157,644
Payable Value-added tax	90,612,115	116,493,178
Stamped – Payment plan payable	1,284,928	68,817,007
Diverse	18,099,186	47,050,872
	<u>349,949,728</u>	<u>433,518,701</u>
Non-current		
Stamped – Payment plan payable	-	11,405,025
Net liabilities for deferred tax (Note 3.)	571,771,051	607,417,652
	<u>571,771,051</u>	<u>618,822,677</u>

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**Note 4. Detail of main categories (continuation)**

The composition of the main items of this balance sheet and the financial statement at the end of each fiscal year is as follows (continuation):

(1) As of December 31st, 2023, is net of Income Tax advances for \$ 74,646,179, Income tax withholdings and perceptions for \$ 99,272,193, Credit for Bank Debit and credit tax for \$ 4,542,706. As of December 31st, 2022, is net of Income Tax advances for \$ 133,655,046, Income tax withholdings and perceptions for \$ 172,075,942, Credit for Bank Debit and credit tax for \$ 23,676,583 and credit balance for \$ 44,563,566.

	Income/(Loss)	
	31/12/2023	31/12/2022
4.i Service revenues		
Service of capture and transmission of bets	9,940,429,632	11,099,813,786
	<u>9,940,429,632</u>	<u>11,099,813,786</u>
4.j Net financial and holding results		
Interests earnings	256,716,301	391,651,268
Lost interests	(11,850,068)	(10,520,481)
Exchange rate difference	(1,540,512,341)	(1,673,873,331)
Charges for uncollectible credits	26,384,903	24,661,038
Bonds sale result	(47,092,999)	(141,947,218)
Result for exposition to currency purchasing power changes	(1,148,243,757)	(1,697,213,677)
Diverse	(4,667,232)	(879,110)
	<u>(2,469,265,193)</u>	<u>(3,108,121,511)</u>
4.k Other net income and expenses		
Sale and low of value assets	(57,283,023)	(815,349)
Knowledge economy Law Benefits	124,871,451	67,050,833
	<u>67,588,428</u>	<u>66,235,484</u>

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Chairman

**TECNO ACCIÓN S.A.**

Registration number in the Superintendency of Corporations (IGJ) 1.594.565.

**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2)

**Note 5. Expiry dates and interest rates of credits, debts and provisions**

a. Classification of credits, debts and provisions balances in the following categories:

	<u>31/12/2023</u>	<u>31/12/2022</u>
Credits		
Overdue		
From 0 to 3 months	797,349,283	173,420,986
From 3 to 6 months	14,491,861	44,417,474
From 6 to 9 months	20,070,676	59,748,414
From 9 to 12 months	14,082,480	11,586,339
More than 12 months	36,620,045	88,606,673
	<u>882,614,345</u>	<u>377,779,886</u>
About to expire		
From 0 to 3 months	82,303,965	1,299,434,436
From 3 to 6 months	486,593,019	542,666,843
From 6 to 9 months	62,831,090	945,424,186
From 9 to 12 months	37,367,821	44,933,728
More than 12 months	39,222,383	86,516,097
	<u>708,318,278</u>	<u>2,918,975,290</u>
Without time limit		
Credits Provision of doubtful recoverability	(9,211,577)	(60,998,769)
Total credits	<u>1,581,721,046</u>	<u>3,235,756,407</u>

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**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2)

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**Note 5. Expiry dates and interest rates of credits, debts and provisions (continuation)**

a. Classification of credits, debts and provisions balances in the following categories (continuation):

	31/12/2023	31/12/2022
Debts and provisions		
Overdue		
From 0 to 3 months	27,620,105	464,388,130
From 3 to 6 months	3,180,546	306,948,778
From 6 to 9 months	287,152	123,405,203
From 9 to 12 months	217,649,867	60,011,442
More than 12 months	260,478,517	16,543,917
	<u>509,216,187</u>	<u>971,297,470</u>
About to expire		
From 0 to 3 months	1,460,267,277	836,989,640
From 3 to 6 months	-	246,560,473
From 6 to 9 months	-	17,107,537
From 9 to 12 months	-	17,107,537
More than 12 months	571,771,051	618,822,677
	<u>2,032,038,328</u>	<u>1,736,587,864</u>
Total debts and provisions	<u>2,541,254,515</u>	<u>2,707,885,334</u>

b. Interest rates

As of December 31st, 2023, and 2022, the credits with related parties accrued an average interest of 101.21% and 47 % annual, respectively.

**Note 6. Share capital**

**As of December 31<sup>st</sup> 2023, share capital of the Company increased to \$ 787.780.475.** Said share capital is subscribed, issued and registered in the Public Registry of Commerce.

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**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2)

**Note 7. Balances and transactions with related parties**

As of December 31<sup>st</sup> 2023 and 2022, the Company's shareholders and their equity interest in share capital and their votes as follows: Intralot Global Holdings B.V. 50.00001%, Inverclub S.A. 25.00%, Correon S.A. 12.50%, Compañía Gerenciadora de Inversiones S.A. 9.99999% and Da Silvano S.A. 2.50%.

a) At the end of each fiscal year, asset balances with related parties are as follows:

	<u>31/12/2023</u>	<u>31/12/2022</u>
<u>Service credits</u>		
H.A.P.S.A.	15,568,474	3,201,526
Tecno Acción Salta S.A.	31,098,436	-
	<u>46,666,910</u>	<u>3,201,526</u>
<u>Other credits</u>		
Intralot Global Holdings BV	194,423,390	810,201,798
Compañía Gerenciadora de Inversiones S.A.	61,328,331	144,521,102
Da Silvano S.A.	15,346,540	36,156,816
Inverclub S.A.	151,960,281	361,568,172
Correon S.A.	76,802,215	180,717,768
	<u>499,860,757</u>	<u>1,533,165,656</u>
<u>Accounts payable</u>		
Intralot Iberia Holdings, S.A.U.	1,188,458,250	810,856,355
Tecno Acción Salta	-	5,272,462
	<u>1,188,458,250</u>	<u>816,128,817</u>
<u>Other liabilities</u>		
Intralot Iberia Holdings, S.A.U.	25,822	-
	<u>25,822</u>	<u>-</u>

b) Transactions with related parties by the fiscal year ended December 31<sup>st</sup> 2023 and 2022 are as follows:

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**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2)

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**Note 8. Concentration of customers**

There exists a customer whose balance for service credits represents approximately a 57% and 56% as of December 31st, 2023, and 2022, respectively, and a 55% and 58 % of the provided services of the fiscal years ended December 31st, 2023, and 2022.

**Note 9. Restrictions on unallocated results**

According with Law N° 25.063, effective as of December 31st, 1998, the dividends to be distributed, in money or species, in excess of accumulated tax profits at the end of the immediate fiscal year previous to the payment date or distribution, will be subject to a withholding of the 35% for income tax as a single and final payment. Are considered accumulated tax profits for the purpose of this tax to the accounted profits at the end of the immediate fiscal year previous to the referred effective date and to the tax profits determined from such fiscal year. However, the Tax Reform N° 27.430 effective as of the previous fiscal year, established a reduction at the corporate income tax rate which complements with the application of a tax to the distribution of dividends that the Company must withhold and pay to the tax authorities as a single and definite payment when dividends are paid.

**Note 10. Accounting Books**

These financial statements have not been transcribed to the Inventory and balance book, and the operations between December 1st and 31st, 2023 are pendant to be transcribed to the accounting journal, because of delays on the transcriptions. The financial statements must be read and evaluated having these circumstances into consideration.

**Note 11. Economic Context in which the company operates.**

The Company operates in a complex context, whose main variables recently had a strong volatility, both Nationally and Internationally.

During the fiscal year ended as of December 31st, 2023, there was an increasing rise on the level of prices, wages cost and Exchange rate of foreign currency, as well as volatility in other variables of Argentine economy, which has affected the numbers of this financial statements.

In December 2023, took office in Argentina a new government that has established a series of economic measures and changes that seek to initiate a process of profound deregulation of the Argentine economy. Through the issuance of the Decree of Necessity and Urgency (DNU) 70/2023, the new government declared a public emergency in economic, financial, fiscal, administrative, pension, tariff, health and social matters until December 31, 2025, and seeks to repeal numerous laws of state intervention in the economy. The aforementioned DNU has been judicially questioned in many aspects. The validity and impact of these measures on the Company's operations is still uncertain.

The Board and the Management of the Company analyze the evolution of the variabilities that affect their business to define the course of action and identify the impact that could have on its equity and financial situation. The financial statements must be read taking into account these circumstances.

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**NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2)

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**Note 12. Events subsequent to the closure date**

There are no other events or transactions between the closure date of fiscal year and the issuance of the financial statement which can modify significantly the property and financial situation of the Company as of December 31<sup>st</sup>, 2023, nor the result of the fiscal year ended in that date.

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Annex I

**TRANSITORY INVESTMENTS  
AS OF DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2.)

Concept	Quantity	Exchange rate	Total as of 31/12/2023	Total as of 31/12/2022
ASSETS				
CURRENT ASSETS				
<u>Transitory Investments</u>				
FCI FBA Rent \$	3,146,575	77.18	242,849,271	13,846,685
FBA AHORRO PESOS T+1	-	-	-	134,782,812
FCI VALFINSA T+0	5,207,208	7.74	40,293,552	-
Total of current assets			283,142,823	148,629,497
TOTAL OF ASSETS			283,142,823	148,629,497

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ANNEX II

**COMPOSITION AND EVOLUTION OF THE FIXED ASSETS  
FOR THE FISCAL YEAR ENDED ON DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2)

Main account	Original cost				Accumulated depreciation				As of 31/12/2023	As of 31/12/2022
	At the beginning of the year	Increases / Transfers	Decreases/Tran sfers	At the end of the year	At the beginning of the year	Of the year	Decreases	At the end of the year		
Lottery machines	6,788,412,028	317,537,310	(49,002,365)	7,056,946,973	5,111,410,747	646,299,816	(44,120,663)	5,713,589,900	1,343,357,073	1,677,001,281
Lottery equipment and operating system	5,494,582,990	37,798,077	(19,552,090)	5,512,828,977	5,331,975,195	72,832,837	(20,254,671)	5,384,553,361	128,275,616	162,607,795
Furniture and supplies	376,710,558	4,827,145	(54,014)	381,483,689	371,460,250	2,883,761	(34,510)	374,309,501	7,174,188	5,250,308
Vehicles	230,459,328	21,742,625	-	252,201,953	191,769,342	12,826,871	-	204,596,213	47,605,740	38,689,986
Tools	69,874,286	-	(75,093)	69,799,193	63,035,126	4,686,119	(27,556)	67,693,689	2,105,504	6,839,160
Computer equipment	173,473,577	-	-	173,473,577	173,473,577	-	-	173,473,577	-	-
Materials in progress	4,628,031	-	(4,628,031)	-	-	-	-	-	-	4,628,031
Advance for purchase of land	7,040,068	2,706,744	-	9,746,812	-	-	-	-	9,746,812	7,040,068
Properties in progress	-	35,928,147	-	35,928,147	-	-	-	-	35,928,147	-
Totals as of 31/12/2023	13,145,180,866	420,540,048	(73,311,593)	13,492,409,321	11,243,124,237	739,529,404	(64,437,400)	11,918,216,241	1,574,193,080	-
Totals as of 31/12/2022	12,445,741,684	1,355,141,038	(655,701,856)	13,145,180,866	10,530,870,990	750,281,542	(38,028,295)	11,243,124,237	-	1,902,056,629

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Annex III

**COMPOSITION AND EVOLUTION OF THE INTANGIBLE ASSETS  
FOR THE FISCAL YEAR ENDED ON DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**  
(numbers expressed in pesos according Note 2.2)

Main Account	Original cost			Accumulated amortization			Net resulting		
	At the beginning of the year	Increases	Transfers	At the end of the year	At the beginning of the year	Of the year	At the end of the year	As of 31/12/2023	As of 31/12/2022
Development expenses	38,934,385	46,015,360	316,124,386	401,074,131	9,782,653	17,856,205	27,638,858	373,435,273	29,151,732
Software licenses	324,608,768	9,076,461	-	333,685,229	323,086,277	9,681,739	332,768,016	917,213	1,522,491
Brands and patents	23,949,082	-	-	23,949,082	-	-	-	23,949,082	23,949,082
Developing intangible assets	316,124,386	-	(316,124,386)	-	-	-	-	-	316,124,386
Totals as of 31/12/2023	703,616,621	55,091,821	-	758,708,442	332,868,930	27,537,944	360,406,874	398,301,568	-
Totals as of 31/12/2022	407,179,421	301,897,076	(5,459,876)	703,616,621	314,865,763	18,003,167	332,868,930	-	370,747,691

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Annex IV

**ALLOWANCES  
AS OF DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**

Items	Balances at the beginning of the year	Increases (1)	Decreases (1)	Restatement (2)	Balance as of 31/12/2023	Balance as of 31/12/2022
<u>Deducted from assets</u>						
- Allowance for uncollectible debtors	11,422,165	-	(2,869,806)	(7,754,251)	798,108	11,422,165
- Allowance for credits of doubtful recoverability	49,576,604	-	(26,384,903)	(14,778,232)	8,413,469	49,576,604
Totals as of 31/12/2023	60,998,769	-	(29,254,709)	(22,532,483)	9,211,577	-
Totals as of 31/12/2022	155,700,988	1,552,899	(26,213,934)	(70,041,184)	-	60,998,769

- (1) Included in financial and holding results, including the result from exposure to changes in the purchasing power of the currency (R.E.C.P.A.M.).  
(2) Included the effect of exposure to changes in the purchasing power of the currency.

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Annex V

**ASSETS AND LIABILITIES IN FOREIGN CURRENCY  
AS OF DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS FISCAL YEAR**

Concept	Currency	Quantity	Exchange rate	Legal currency	
				31/12/2023	31/12/2022
<b>ASSETS</b>					
- Cash and Banks					
Cash	US\$	221,665	805.45	178,540,272	121,590,039
	\$CHI	144,812	0.92	133,701	94,086
	Libras	20	1,027.98	20,560	13,344
Banks	US\$	63,892	805.45	51,461,633	41,697,128
	EUR	849	889.38	754,989	5,287,139
				230,911,155	168,681,736
- Other credits					
Advances to suppliers	US\$	-	808.48	-	192,698,508
				-	192,698,508
Total of current assets				230,911,155	361,380,244
Total of assets				230,911,155	361,380,244
<b>LIABILITIES</b>					
- Accounts payable					
Suppliers	US\$	22,310	808.45	18,036,218	189,241,173
Balances with related parties	US\$	1,470,045	808.45	1,188,458,250	810,856,355
Total of current liabilities				1,206,494,468	1,000,097,528
Total of liabilities				1,206,494,468	1,000,097,528

US\$: American dollars

\$CHI: Chilean pesos

EUR: Euros

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Annex VI

**INFORMATION REQUIRE UNDER SECTION N° 64 PARAGRAPH I  
SUBSECTION B OF THE LAW N° 19.550  
FOR THE FISCAL YEAR ENDED ON DECEMBER 31st, 2023  
COMPARED WITH PREVIOUS YEAR  
(numbers expressed in pesos according Note 2.2)**

Main account	Costs of Services provided	Marketing costs	Administration costs	Totals as of 31/12/2023	Totals as of 31/12/2022
Transmission of data and maintenance of bet capture systems	2,477,718,425	42,332,688	96,754,058	2,616,805,171	2,548,435,410
Salaries and social charges	1,535,408,433	211,698,816	489,172,345	2,236,279,594	2,509,778,408
Public services and rates	438,402,792	55,706,460	169,303,426	663,412,678	699,392,916
Depreciation of fixed assets and intangible assets	728,619,999	20,279,166	18,168,183	767,067,348	768,284,709
Supplies, rent and movility	487,879,712	10,988,546	97,132,748	596,001,006	508,124,195
Professional fees	2,449,501	-	65,206,496	67,655,997	76,310,294
Maintenance services, freights, insurance and diverse	132,676,106	11,968,545	89,494,486	234,139,137	246,880,979
Totals as of 31/12/2023	5,803,154,968	352,974,221	1,025,231,742	7,181,360,931	-
Totals as of 31/12/2022	5,854,423,627	391,502,602	1,111,280,682	-	7,357,206,911

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