

**FIDEICOMISO FINANCIERO FORESTAL BOSQUES
DEL URUGUAY IV**

**FINANCIAL FORESTRY TRUST BOSQUES DEL
URUGUAY IV**

CONDENSED INTERIM FINANCIAL STATEMENTS AND COMPILATION REPORT

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

NOTICE: This document is a translation of the original Spanish version. It has been translated by a third party. In the event of any discrepancies, the original document prepared by the auditor is available and shall prevail.

FIDEICOMISO FINANCIERO FORESTAL BOSQUES DEL URUGUAY IV

CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE
NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2024

CONTENTS

Compilation Report

Interim Statement of Financial Position

Interim Statement of Comprehensive Income

Interim Statement of Changes in Equity

Interim Statement of Cash Flows

Notes to the Condensed Interim Financial Statements

Abbreviations

UYU – Uruguayan Peso

USD – U.S. Dollar

COMPILATION REPORT

To the Board of Directors of

EF ASSET MANAGEMENT, ADMINISTRADORA DE FONDOS DE INVERSIÓN S.A.,

We have compiled the condensed interim financial statement of financial position of the Financial Forestry Trust “Fideicomiso Financiero Forestal Bosques del Uruguay IV” as of September 30, 2024, and the related condensed interim financial statement of comprehensive income, the condensed interim statement of changes in equity and the condensed interim statement of cash flows for the nine-month period then ended, as well as the selected explanatory notes. These condensed interim financial statements report the information provided by the Management of the Company, responsible for the accuracy of the data and its presentation in accordance with the applicable accounting standards in Uruguay.

Our compilation of these interim financial statements was conducted in accordance with the International Standard Related Services No. 4410 as endorsed by Pronouncement No. 18 of the Association of Accountants, Economists, and Business Administrators of Uruguay. This report solely reflects information on the Company’s equity, financial position, and results as provided by Management.

We have not conducted an audit under the International Standards on Auditing, nor a limited review of these condensed interim financial statements; therefore, we do not express any opinion or provide any assurance on them.

I hereby state that I am the Executive Director of EF ASSET MANAGEMENT ADMINISTRADORA DE FONDOS DE INVERSIÓN S.A.

Montevideo, October 30, 2024

CPA FERRERE



LEONARDO ISOARDI
Partner
Certified Public Accountant
Retirement and Pension Fund for University
Professionals No. 78,795

FIDEICOMISO FINANCIERO FORESTAL BOSQUES DEL URUGUAY IV

Condensed Interim Statement of Financial Position as of September 30, 2024

(in U.S. dollars and Uruguayan pesos)

	Notes	USD		Equivalent in UYU	
		09/30/2024	12/31/2023	09/30/2024	12/31/2023
Assets					
Non-current assets					
Imports in progress	6	41,761	-	1,738,938	-
Property, plant and equipment	5	194,550,824	194,603,757	8,101,096,295	7,593,827,806
Biological assets - plantations	4	328,019,986	331,397,296	13,658,752,237	12,931,785,304
Total non-current assets		522,612,571	526,001,053	21,761,587,470	20,525,613,110
Current assets					
Inventories	3.1	7,214,879	6,540,242	300,427,543	255,213,330
Accounts receivable and other receivables	3.2	7,759,890	6,105,684	323,121,822	238,256,018
Other non-financial assets	3.3	5,603,396	4,824,871	233,325,405	188,276,069
Cash and cash equivalents	3.4	458,523	159,008	19,092,878	6,204,830
Total current assets		21,036,688	17,629,805	875,967,648	687,950,247
Total assets		543,649,259	543,630,858	22,637,555,118	21,213,563,357
Equity					
Participation certificates	8	330,000,000	330,000,000	11,932,965,000	11,932,965,000
Adjustment to equity	8	(309,720)	(309,720)	(10,723,512)	(10,723,512)
Revaluation reserve		47,729,702	47,729,702	2,069,915,472	2,069,915,472
Translation reserve		-	-	1,882,304,869	551,394,086
Retained earnings	8	128,641,642	130,290,827	5,197,944,175	5,268,340,129
Total equity		506,061,624	507,710,809	21,072,406,004	19,811,891,175
Liabilities					
Non-current liabilities					
Deferred tax liabilities	2.15	5,966,314	6,637,933	248,437,313	259,025,421
Other financial liabilities	3.6	7,930,434	4,941,927	330,223,272	192,843,875
Non-current liabilities		13,896,748	11,579,860	578,660,585	451,869,296
Current liabilities					
Accounts payable and other payables	3.5	7,197,973	7,549,083	299,723,606	294,580,332
Other financial liabilities	3.6	16,492,914	16,791,106	686,764,923	655,222,554
Total current liabilities		23,690,887	24,340,189	986,488,529	949,802,886
Total liabilities		37,587,635	35,920,049	1,565,149,114	1,401,672,182
Total liabilities and equity		543,649,259	543,630,858	22,637,555,118	21,213,563,357

The accompanying Notes are an integral part of these condensed interim financial statements.

FIDEICOMISO FINANCIERO FORESTAL BOSQUES DEL URUGUAY IV

Condensed Interim Statement of Comprehensive Income for the Nine-Month Period Ended September 30, 2024

(in U.S. dollars)

	Notes	Quarter ended on		Period ended on	
		09/30/2024	09/30/2023	09/30/2024	09/30/2023
Operating revenue	3.7	13,113,172	7,693,052	38,343,592	22,731,932
Cost of goods sold	3.8	(12,684,590)	(5,254,355)	(33,414,630)	(17,038,881)
Gross margin		428,582	2,438,697	4,928,962	5,693,051
SG&A	3.9	(1,949,931)	(1,974,154)	(6,066,955)	(6,458,746)
Financial results	3.10	(180,586)	(130,379)	(775,968)	(805,620)
Profit or loss for the period before income		(1,701,935)	334,164	(1,913,961)	(1,571,315)
Income tax	2.15	-	-	264,776	1,457,107
Profit or loss for the period		(1,701,935)	334,164	(1,649,185)	(114,208)
Other comprehensive income for the period		-	-	-	-
Comprehensive income for the period		(1,701,935)	334,164	(1,649,185)	(114,208)

The accompanying Notes are an integral part of these condensed interim financial statements.

FIDEICOMISO FINANCIERO FORESTAL BOSQUES DEL URUGUAY IV

Condensed Interim Statement of Comprehensive Income for the Nine-Month Period Ended September 30, 2024

(in Uruguayan pesos)

	Notes	Quarter ended on		Period ended on	
		09/30/2024	09/30/2023	09/30/2024	09/30/2023
Operating revenue	3.7	531,616,969	291,003,439	1,508,809,093	871,598,856
Cost of goods sold	3.8	(512,894,726)	(199,735,253)	(1,320,509,895)	(655,986,516)
Gross margin		18,722,243	91,268,186	188,299,198	215,612,340
SG&A	3.9	(79,332,663)	(74,959,064)	(238,997,110)	(248,333,955)
Financial results	3.10	(7,310,140)	(4,954,881)	(30,286,150)	(31,047,189)
		(67,920,560)	11,354,241	(80,984,062)	(63,768,804)
Profit or loss for the period before income tax					
Income tax	2.15	-	-	10,588,108	54,507,445
Profit or loss for the period		(67,920,560)	11,354,241	(70,395,954)	(9,261,359)
Other comprehensive income for the period		-	-	-	-
Items that may be subsequently reclassified to profit or loss					
Translation reserve	8	1,330,910,784	(697,588,300)	1,330,910,783	(697,588,300)
Comprehensive income for the period		1,262,990,224	(686,234,059)	1,260,514,829	(706,849,659)

The accompanying Notes are an integral part of these condensed interim financial statements.

FIDEICOMISO FINANCIERO FORESTAL BOSQUES DEL URUGUAY IV

Condensed Interim Statement of Cash Flows for the Nine-Month Period ended September 30, 2024

(in U.S. dollars and Uruguayan pesos)

	Notes	USD		Equivalent in UYU	
		09/30/2024	09/30/2023	09/30/2024	09/30/2023
Cash flow from operating activities					
Profit or loss for the period before income tax		(1,913,961)	(1,571,315)	(80,984,062)	(63,768,804)
Adjustments for:					
Depreciation		667,770	627,676	26,371,973	24,098,769
Unpaid accrued interest		192,182	77,691	8,002,474	2,995,443
Costs of standing timber		6,583,330	631,443	264,499,456	25,032,328
Impairment loss BU					
Exchange of properties					
		5,529,321	(234,505)	217,889,841	(11,642,264)
Changes in assets and liabilities					
Accounts receivable and other receivables	3.2	(1,654,206)	(2,330,367)	(66,715,782.00)	(91,614,883)
Inventories	3.1	(1,994,200)	487,050	(80,428,080.00)	19,147,640
Other non-financial assets	3.3	(778,525)	493,525	(31,398,692.00)	19,402,195
Accounts payable and other payables	3.5	(757,953)	176,193	(30,569,002.00)	6,926,764
Translation adjustment	8	-	-	201,275.00	(7,420,870)
Net flows from / (used in) operating activities		344,437	(1,408,104)	8,979,560.00	(65,201,418)
Cash flows from investing activities					
Costs incurred in biological assets	4	(1,730,729)	(1,874,618)	(67,889,065)	(72,408,053)
Import of property, plant, and equipment in process		(41,761)	-	(1,738,938)	-
Purchases of property, plant and equipment		(770,565)	(4,285,306)	(30,282,166)	(164,287,551)
Net cash flows used in investing activities	5	(2,543,055)	(6,159,924)	(99,910,169)	(236,695,604)
Cash flows from financing activities					
Loans and other liabilities	3.6	4,542,111	5,354,444	180,629,074	212,608,425
Net flows (used i) / from financing activities		4,542,111	5,354,444	180,629,074	212,608,425
Changes in cash flows and cash equivalents		2,343,493	(2,213,584)	89,698,465	(89,288,597)
Opening balance of cash and cash equivalents		(2,343,108)	1,867,504	(91,432,743)	74,832,756
Effect of exchange rate changes on cash and cash equivalents		-	-	1,750,310	1,112,396
Closing balance of cash and cash equivalents	2.14	385	(346,080)	16,032	13,343,445

The accompanying Notes are an integral part of these condensed interim financial statements.

FIDEICOMISO FINANCIERO FORESTAL BOSQUES DEL URUGUAY IV

Condensed Interim Statement of Changes in Fiduciary Net Position for the Nine-Month Period Ended September 30, 2024

(in U.S. dollars)

	PARTICIPATION CERTIFICATES	ADJUSTMENT TO EQUITY	VALUATION RESERVE	RETAINED EARNINGS	TOTAL NET EQUITY
Balance as of December 31, 2022	330,000,000	(309,720)	41,550,953	92,419,655	463,660,888
Profit or loss for the period	-	-	-	(114,208)	(114,208)
As of September 30, 2023	330,000,000	(309,720)	41,550,953	92,305,447	463,546,680
Profit or loss for the period	-	-	-	37,985,380	37,985,380
Revaluation of property, plant and equipment net of deferred tax	-	-	6,178,749	-	6,178,749
Balance as of December 31, 2023	330,000,000	(309,720)	47,729,702	130,290,827	507,710,809
Profit or loss for the period	-	-	-	(1,649,185)	(1,649,185)
Balance as of September 30, 2024	330,000,000	(309,720)	47,729,702	128,641,642	506,061,624

Condensed Interim Statement of Changes in Fiduciary Net Position for the Nine-Month Period Ended September 30, 2024

(in Uruguayan pesos)

	PARTICIPATION CERTIFICATES	ADJUSTMENT TO EQUITY	VALUATION RESERVE	TRANSLATION RESERVE	RETAINED EARNINGS	TOTAL NET EQUITY
Balance as of December 31, 2022	11,932,965,000	(10,723,512)	1,828,808,312	1,032,386,643	3,795,918,999	18,579,355,442
Translation reserve	-	-	-	(697,588,300)	-	(697,588,300)
Profit or loss for the period	-	-	-	-	(9,261,359)	(9,261,359)
As of September 30, 2023	11,932,965,000	(10,723,512)	1,828,808,312	334,798,343	3,786,657,640	17,872,505,783
Translation reserve	-	-	-	216,595,743	-	216,595,743
Revaluation of property, plant and equipment net of deferred tax	-	-	241,107,160	-	-	241,107,160
Profit or loss for the period	-	-	-	-	1,481,682,489	1,481,682,489
Balance as of December 31, 2023	11,932,965,000	(10,723,512)	2,069,915,472	551,394,086	5,268,340,129	19,811,891,175
Translation reserve	-	-	-	1,330,910,783	-	1,330,910,783
Profit or loss for the period	-	-	-	-	(70,395,954)	(70,395,954)
Balance as of September 30, 2024	11,932,965,000	(10,723,512)	2,069,915,472	1,882,304,869	5,197,944,175	21,072,406,004

The accompanying Notes are an integral part of these condensed interim financial statements.

FIDEICOMISO FINANCIERO FORESTAL BOSQUES DEL URUGUAY IV

Notes to the Condensed Interim Financial Statements for the Nine-Month Period Ended September 30, 2024

NOTE 1 - GENERAL INFORMATION ON THE TRUST FIDEICOMISO FORESTAL BOSQUES DEL URUGUAY IV

In the city of Montevideo, on December 17, 2018, this Agreement is made and entered into by and between EF ASSET MANAGEMENT, Administradora de Fondos de Inversión S.A., acting as "Trustee," Agroempresa Forestal S.A., acting as "Manager," and the Initial Underwriters of the Securities, acting as "Trustors," to create the Financial Forestry Trust Fideicomiso Financiero Forestal Bosques del Uruguay IV.

On March 18, 2019, the Central Bank of Uruguay (BCU, for its acronym in Spanish) authorized the registration of the Trust in the Securities Market Registry (Communication No. 2019/067).

The capital of the Trust was paid-in with the amounts paid by the Trustors acting as the Initial Underwriters of the Securities, under the conditions set out in the Agreement, and it will be used to fulfil the purposes thereof.

The Trustee invested the funds from the issuance of Securities (Participation Certificates) in the acquisition and/or lease of rural Properties located within the Eastern Republic of Uruguay. These properties have become part of the Trust's assets and will be used for forestry activities.

The Business Plan outlines the framework within which the Trust's strategy is developed to fulfil its purpose, specifying the general requirements that the properties must meet to qualify for the Trust's investments

The Trust may incur debt up to a maximum of 25% of its total assets and, in such cases, may issue guarantees up to twice the amount of the debt incurred. The objective is to optimize the Trust's profitability and facilitate transaction operations.

The Trustee shall appoint the Manager pursuant to the terms of the Management Agreement. The Manager will be responsible for overseeing the Trust's assets and executing the Business Plan as set forth in the Trust and the Management Agreement. Notwithstanding this appointment, the Trustee remains ultimately accountable for the Manager's performance in relation to the outsourced activities.

The Trust shall not invest its resources in securities not permitted for Pension Savings Funds.

The equity of the Trust consists of its assets and all present and future economic rights generated from those assets. The Trust's equity shall be used solely and exclusively for its intended purposes, and only the rights and actions related to these assets may be exercised in connection with them.

Participation Certificates grant Holders rights to participate in the Trust's revenue, pursuant to the terms and conditions outlined in the Trust Agreement.

The Trust shall remain in full force for a maximum of 30 years, or until all its assets are liquidated and all its liabilities are settled.

In accordance with Communication No. 2019/067 dated March 19, 2019, within the framework of Financial Trusts, the Central Bank of Uruguay authorized the Trustee to issue Participation Certificates for an amount up to USD 330,000,000.

Pursuant to Section 330 of the Central Bank of Uruguay's Compilation of Securities Market Standards, the Trust's accounting period and fiscal year end on December 31 of each year. The condensed interim statement of comprehensive income, statement of changes in equity and statement of cash flows are presented for the nine-month period ended September 30, 2024.

These condensed interim financial statements were authorized for issuance by EF Asset Management Administradora de Fondos de Inversión S.A., Trustee of the Trust, on October 30, 2024.

NOTE 2 - BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

2.1 Accounting Standards

These condensed interim financial statements were prepared in accordance with Decree 124/2011, issued by the Executive Branch on April 1, 2011. This decree mandates that the International Financial Reporting Standards (IFRS), adopted by the International Accounting Standards Board (IASB) and translated into Spanish, are the mandatory accounting standards for issuers of publicly traded securities.

These condensed interim financial statements do not include all the information required by International Financial Reporting Standards (IFRS) for the presentation of complete financial statements, as they follow the condensed interim financial statements format provided for in International Accounting Standard No. 34 - "Interim Financial Reporting." Therefore, these condensed interim financial statements, prepared in accordance with IFRS, shall be read in conjunction with the Trust's financial statements for the year ended December 31, 2023.

Decree 108/22 dated April 4, 2022, offers entities covered by Decree 124/11 the option to apply new presentation criteria for equity items introduced by that decree. The Trust has not opted to apply these presentation criteria.

2.1.1 New Standards, Interpretations, and Amendments with Mandatory Application Starting in the Current Fiscal Year

The accounting policies applied by the Trust for the preparation and presentation of these financial statements are consistent with those applied in its financial statements as of December 31, 2023, except for the adoption of new standards effective as of January 1, 2024. The Trust has not early adopted any other standards, interpretations, or amendments that have been issued but are not yet effective.

The new and revised standards issued by the IASB, effective from the fiscal year beginning January 1, 2024, are as follows.

In the current period, the following new and/or revised standards issued by the IASB became effective.

- Amendments to IAS 1: Classification of Liabilities as Current or Non-current
- Amendments to IAS 1: Non-current Liabilities with Covenants
- Amendments to IAS 7 and IFRS 7: Supplier Finance Arrangements
- Amendments to IFRS 16: Lease Liability in a Sale and Leaseback

The application of these new standards has had no significant impact on the financial statements of the Trust.

2.2 Functional Currency and Criteria Used for the Translation of Financial Statements into Uruguayan Pesos

IAS 21 states that functional currency shall provide useful information about the Trust and reflect the economic substance of events and relevant circumstances pertaining to the Trust. If a particular currency is widely used by the Trust or has a significant impact on the Trust, it may be appropriate as a functional currency.

A currency may be deemed functional according to the standard when:

- Purchases are financed in that currency.

- Collections of accounts receivable are denominated in that currency.
- Prices for goods or services sold are denominated in that currency.
- The cost of goods sold, or services rendered is denominated in that currency.

The U.S. dollar is the functional currency of the Trust since its main income and expenses are denominated in that currency.

The Uruguayan peso shall be the reporting currency of the Trust's financial statements to comply with the legal and fiscal provisions in force.

In accordance with these regulations, to translate the Trust's financial statements from the functional currency into the reporting currency:

- Assets and liabilities shall be translated at the closing exchange rate.
- Income and expenses shall be translated at the exchange rate in effect at the date of the respective transactions.
- Equity, except for the profit or loss for the period, shall be translated at the closing exchange rate.
- Translation gains and losses shall be directly recognized in equity without affecting the profit or loss for the period.

Equity items have been restated as follows: 1) Capital is presented at its historical value in Uruguayan pesos including the difference between such value and the amount resulting from applying the general translation criterion as an adjustment to equity; 2) Retained earnings reflect the financial performance of previous periods, expressed in U.S. dollars and translated in accordance with the general translation standard.

The difference resulting from the use of the closing exchange rate for the translation of assets, liabilities and equity, and the exchange rate in effect at the date of each transaction for the profit or loss for the period is recorded in the equity item under the heading "Adjustments to Equity" and in the statement of comprehensive income as "Translation Reserve."

2.3 Balances in Currencies Other Than the Functional Currency

Assets and liabilities denominated in currencies other than the functional currency are valued at the closing exchange rates for the period. Exchange differences are recognized in profit or loss. A summary of the balances of assets and liabilities denominated in non-functional currencies for the period is provided in Note 6.

2.4 Overall Valuation Criteria for Assets and Liabilities

Assets and liabilities (except for biological assets, and property, plant and equipment) have been valued at their disbursed cost or the commitment assumed respectively, and subsequently measured at amortized cost. In all cases, these amounts have been adjusted as mentioned in the preceding item.

2.5 Cash and Cash Equivalents

Current and demand deposits held in financial institutions are considered cash and cash equivalents.

2.6 Financial Assets and Liabilities

Financial assets and liabilities are measured at amortized cost.

The Trust holds bank loans with local financial institutions.

2.7 Accounts Receivable and Other Receivables

Accounts receivable and other receivables are presented at amortized cost using the effective interest method. Trust Management has not established an allowance for bad debts based on the expected credit loss method, considering the probability of default and the anticipated recoverable amounts. Therefore, the application of this method does not have a significant impact on the financial statements of the Trust.

2.8 Other Non-Financial Assets

Non-financial assets are presented at their nominal value and primarily consist of tax credits.

2.9 Biological Assets – Plantations

Forest plantations and the costs incurred in their growth and establishment between December 31, 2023, and September 30, 2024, are presented in the statement of financial position at fair value.

The Trust annually determines the value of forest plantations according to the valuation of its forests conducted by external forest appraisers. The fair value of forest plantations is estimated by the external appraiser using current value techniques of estimated fund flows, and mainly income or expectation approach techniques.

Based on this methodology, the external appraiser determined that the fair value of the biological assets as of December 31, 2023, amounted to USD 331,397,296, equivalent to UYU 12.931.785.304.

To this end, the following factors have been essentially considered:

- Estimated representative prices for the projection period.
- Annual variable and fixed costs associated with wood production.
- Discount rate estimated based on a capital asset pricing model, which is 7.5%.

Changes in fair value measurement (combination of biological growth, changes in prices, costs and expenses) are recognized in the statement of comprehensive income.

Biological assets are recognized and measured at their fair value separately from land.

The fair value of these assets has been primarily determined using Level 3 information sources. The prices of comparable goods are the most significant source of information to determine this fair value.

2.10 Inventories

Inventories are valued at acquisition cost. The cost of finished goods and work in progress includes raw materials, direct labor, other direct costs, and related fixed production costs. The cost of raw materials and supplies includes acquisition costs, and any expenses incurred to bring them to their current location and condition. Costs are allocated using the FIFO (First-In, First-Out) method. The Trust estimates that the carrying value of inventories does not exceed their net realizable value.

2.11 Property, Plant and Equipment

The components and evolution of property, plant and equipment balances during the nine-month period ended September 30, 2024, are detailed in Note 5 of these financial statements.

In accordance with the terms of the agreement, the land was valued by an external appraiser on December 31, 2023. As of that date, the book value of the land was adjusted to align with the values provided in the appraiser's report, which amounted to USD 167,804,536, equivalent to UYU 6,548,068,604.

The fair value of such land has been primarily determined by using Level 3 information sources.

These amounts were translated into Uruguayan pesos as described in Note 2.2.

Disbursements made after the acquisition of an item of property, plant, and equipment are included in the carrying amount of the assets when it is probable that these expenditures will result in future economic benefits beyond those originally assessed.

The Board and Management estimate that the net book value of the assets does not exceed their use value and that there have been no impairment losses on any item of property, plant and equipment.

Depreciation for the period has been charged to selling, general, and administrative expenses.

2.12 Accrual Basis and Revenue Recognition

Revenue is recognized when earned, and losses when incurred, regardless of when they are collected or paid. Income is recognized when it is probable that future economic benefits will flow into the Trust as a result of its transactions.

Revenue from the sales of goods and services is recognized when the significant risks and rewards of ownership have been transferred to the customer. Revenue from services is recognized when services have been rendered, and the amount of revenue can be measured reliably.

Income and expenses reported in the statement of comprehensive income are recognized at the original amounts received or paid for goods or services.

Selling, general and administrative expenses, as well as financial results and other items are recognized on an accrual basis.

2.13 Definition of Capital

The difference in value between the equity as of September 30, 2024, and the required capital amount to be maintained, has been regarded as the profit or loss for the period. The concept of capital used for this purpose is financial capital.

2.14 Statement of Cash Flows

In preparing the statement of cash flows, current and demand deposits held in financial institutions are considered cash and cash equivalents.

	USD		Equivalent in UYU	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Banks	458,523	435,188	19,092,878	16,779,122
Bank overdrafts	(458,138)	(781,268)	(19,076,846)	(30,122,567)
	385	(346,080)	16,032	(13,343,445)

2.15 Taxes, Current Income Tax and Deferred Tax

The Trust is subject to Value Added Tax (VAT), Corporate Income Tax (IRAE, for its acronym in Spanish) and Wealth Tax. It also acts as a withholding agent for Personal Income Tax.

The Trust is subject to IRAE for all income generated in Uruguay unless exempt under Law No. 15,939, which promotes the forestry sector.

With respect to Wealth Tax, while the Trust is generally required to pay this tax, exemptions apply to income derived from forests planted in designated forestry priority areas and the farms where these plantations are located.

In 2013, Law No. 19,088 amended the Wealth Tax exemption for the agricultural sector, introducing a surcharge for applicable taxpayers.

The sale of agricultural products in their natural state is subject to the suspended VAT system. Sales of uncut logs and felling of forests planted by the Trust or acquired standing qualify as agricultural products in their natural state. Therefore, the VAT will remain on hold, and the tax included in the purchases, which is part of

their cost, can be recovered. Income from grazing activities, however, is exempt from VAT; thus, a portion of indirect VAT on purchases cannot be recovered as it is tied to VAT-exempt income.

The Trust is also required to pay the Rural Real Estate Tax for the farms acquired. However, as provided by Law No. 18,245, farms used for forest plantations, included in the "Quality Timber" projects defined by the Ministry of Livestock, Agriculture and Fisheries, are exempt from the Rural Real Estate Tax.

Additionally, the Trust determines the amount of Income Tax using the Deferred Tax Method. This approach recognizes the tax effects of temporary differences between the accounting and tax valuations of assets and liabilities, using a rate of 25%. These amounts are recognized as credits or debits and allocated to the results of the periods in which the reversals occur.

2.16 Provisions

Provisions are recognized in the financial statements when the Trust has a present obligation, whether legal or contractual, arising from a past event, and it is probable that an outflow of resources will be required to settle the obligation, provided the amount can be reliably estimated.

2.17 Financial Instruments

The main financial instruments of the Trust are deposits in bank checking accounts.

The main purpose of maintaining more liquid assets is to ensure that the Trust has sufficient cash and cash equivalents to meet its operational needs. The Trust has not engaged in derivative financial instruments during this period.

2.18 Estimates and Assumptions in the Application of Accounting Policies

The preparation of financial statements requires the Trustee to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue and expenses. Actual results could differ from these estimates.

The most significant accounting policies, estimates and assumptions to determine the accounting values of assets and liabilities are as follows:

(a) Impairment of Non-Financial Assets

At each annual reporting date, the Trust reviews the carrying values of property, plant and equipment (land) to determine whether there are any indications of impairment. If an impairment event occurs, the recoverable amount of the assets is estimated to determine whether it is necessary to write down the value of the assets.

(b) Fair Value of Land Classified as Property, Plant and Equipment, and Biological Assets

The Trust annually hires external expert appraisers to determine the fair value of its land (Note 2.11) and biological assets (Note 2.9).

The methods used to determine fair value require making estimates and assumptions based on objective information and knowledge of the business. These estimates are highly sensitive, and any variation in them may lead to significant changes in the fair values of biological assets recognized in the financial statements. Therefore, estimates are periodically revised, and adjusted accordingly, if necessary.

(c) Income Tax

The Trust recognizes the effects of deferred tax based on estimates and assumptions regarding the realization and settlement of its assets and liabilities. Changes in these estimates and assumptions could significantly affect the balance of deferred tax assets and liabilities for the period in which such changes occur. Deferred tax assets and liabilities are not discounted.

Deferred tax assets are reviewed at each reporting date and recognized only to the extent that it is probable that there will be future taxable profits against which the deductible temporary differences can be utilized. Additionally, to determine the portion of deferred tax assets to be recognized in the statement of financial

position, it is necessary to consider whether there are future taxable temporary differences that can offset the deductible temporary differences. For these purposes, the Trustee estimates the reversal of temporary differences, future tax results, and available tax planning opportunities (Note 2.15).

2.19 Determination of the fair value of land and forests

At the end of each reporting period, the Trust hires an external appraiser to determine the fair value of its land and forests.

Key Assumptions Used to Determine the Fair Value

To determine the impairment loss, Management has hired an external appraiser to estimate future cash flows for the remaining life of the Trust.

The measurement of impairment loss is based on complex estimates that require the application of assumptions and professional judgment by the appraiser, including:

(a) Wood Flows

Wood flows are predicted by a five-step process, as follows:

- Stratify forest plantations
- Validate growth and yield tables
- Design harvesting scenarios
- Program of wood supply
- Plan wood flow

(b) Land Sales Flow

Based on variations estimated using the income approach, the valuation considered land sales in the following years:

- Year of disinvestment
- Year zero cash flow

(c) Operating and Management Costs

Forest Costs: Costs related to the establishment and cultivation of a forest until it is prepared for the final harvest.

General Expenses: Expenses related to activities such as management, office maintenance, forest inventory, protections and certification, as well as vehicles, road maintenance, security and communications.

(d) The Price of Wood

These are the prices of wood by assortment class, representing the expected prices set by the sawmill, adjusted by deducting the company's average transport and harvest costs.

(e) The Price and Cost of Land

The weighted average potential price of land is calculated.

(f) Determining the Discount Rate

The discount rate reflects the cost of capital associated with the resources (debt and equity) used to finance net operating assets. It is calculated as the Weighted Average Cost of Capital (WACC), which considers the average cost of debt and equity weighted by their proportional contribution to the Trust sector's financial structure.

The WACC represents the combined cost of debt and equity. The cash flows used in the discounted cash flow (DCF) method are presented as cash flows available to both debt and equity holders. Accordingly, free cash flows are discounted to their present value using the WACC.

(g) Sensitivity Analysis

The Trust has conducted a sensitivity analysis to evaluate the potential impact of changes in key variables, including discount rate estimates, wood prices, forest and general costs, as well as land sale prices on the financial statements. The sensitivity analysis did not identify any significant impairment losses.

2.20 Consistency of Accounting Principles

The criteria applied in the valuation of assets and liabilities, as well as to determine the profit or loss for the nine-month period ended September 30, 2024, are consistent with those applied for the fiscal year ended December 31, 2023.

NOTE 3 – OPENING OF ITEMS

3.1 Inventories

<i>Item</i>	USD		Equivalent in UYU	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Wood	5,643,728	6,197,525	235,004,774	241,802,159
Finished products - Olimar Mill	1,098,388	-	45,736,873	-
Herbicide	178,148	165,680	7,418,080	6,460,111
Seedlings	112,205	28,183	4,672,212	1,102,008
Products in progress -Olimar Mill	42,934	-	1,787,777	-
Other inventories - Olimar Mill	40,131	78,919	1,671,071	3,079,586
Fertilizer	28,754	23,370	1,197,333	908,155
Ant killer	24,717	14,562	1,029,216	562,171
Coadjuvant	20,811	14,217	866,584	566,142
Seeds	18,782	17,786	782,093	732,998
Raw material – Olimar Mill	6,281	-	261,530	-
	7,214,879	6,540,242	300,427,543	255,213,330

3.2 Accounts Receivable and Other Receivables

<i>Item</i>	USD		Equivalent in UYU	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Accounts receivable	7,583,432	5,913,860	315,774,128	230,770,667
Grazing debtors	175,938	191,824	7,326,041	7,485,351
Beehive debtors	520	-	21,653	-
	7,759,890	6,105,684	323,121,822	238,256,018

3.3 Other Non-Financial Assets

<i>Item</i>	USD		Equivalent in UYU	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Tax credits	5,261,820	4,429,500	219,102,205	172,847,943
Advances to suppliers	273,519	369,583	11,389,318	14,421,876
Insurance paid in advance	54,340	7,517	2,262,722	293,262
Other non-financial receivables	13,717	18,271	571,160	712,988
	5,603,396	4,824,871	233,325,405	188,276,069

3.4 Cash and Cash Equivalents

<i>Item</i>	USD		Equivalent in UYU	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Banks	458,523	159,008	19,092,878	6,204,830
	458,523	159,008	19,092,878	6,204,830

3.5 Accounts Payable and Other Payables

<i>Item</i>	USD		Equivalent in UYU	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Accounts payable	4,693,681	5,559,355	195,444,857	216,937,170
Tax creditors	2,450,691	1,804,921	102,046,770	70,431,632
Customer advances	42,774	136,839	1,781,125	5,339,731
Other accounts payable	4,330	16,156	180,310	630,426
Provisions	6,497	31,812	270,544	1,241,373
	7,197,973	7,549,083	299,723,606	294,580,332

3.6 Loans and Liabilities

<i>Item</i>	USD		Equivalent in UYU	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Non-current liabilities				
Bank loan	7,930,434	4,941,927	330,223,272	192,843,875
	7,930,434	4,941,927	330,223,272	192,843,875

<i>Item</i>	USD		Equivalent in UYU	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Current liabilities				
Bank loan	16,034,776	14,288,990	667,688,077	557,584,981
Bank overdraft	458,138	2,502,116	19,076,846	97,637,573
	16,492,914	16,791,106	686,764,923	655,222,554

As of September 30, 2024, bank loans include three loans in U.S. dollars taken out with a local bank. One of them was taken out in April 2022, for a principal amount of USD 5,200,000. This loan shall be repaid in 96 equal, consecutive and monthly installments of USD 54,166.67, starting in May 2024. As of September 2024, five installments have been repaid totaling USD 270,833. Another loan was taken out in January 2023, for a principal amount of USD 4,000,000. This loan shall be repaid in 24 equal, consecutive and monthly installments, starting in February 2023. As of the fiscal year-end 2023, 11 installments have been repaid, totaling USD 1,780,901, while as of September 2024, 20 installments have been repaid, amounting to USD 3,303,603. The third loan was taken out in March 2024, for a principal amount of USD 5,000,000. This loan shall be repaid in 60 equal, consecutive and monthly installments, starting the month following its issuance. As of September 2024, 6 installments have been repaid, totaling USD 435,689.

Additionally, as of September 30, 2024, bank loans include nine fixed term promissory notes in U.S dollars issued by local banks. Four of these notes were issued for a principal amount of USD 2,000,000 each. One of these notes, originally issued in November 2023, was subsequently renewed in May, with repayment due in May 2025. The loan originally scheduled for repayment in March 2025 was fully prepaid in September 2024. Three of the nine notes were issued in April, June and September, all of them shall be repaid within 12 months of their respective issue dates. The loan taken in April included a partial repayment totaling USD 1,416,837. The remaining three loans were issued for a principal amount of USD 1,000,000 each. Two of these loans shall be repaid within 12 months of their respective issue dates, in December 2023 and July 2024, respectively. The third loan, taken out in July 2024, shall be repaid in January 2025.

Finally, a promissory note was taken out in May 2024, for a principal amount of USD 1,300,000. This loan shall be repaid in October 2024. Additionally, another note was taken out in August 2024, for a principal amount of USD 2,700,000. This loan shall be repaid in February 2024.

As of December 31, 2023, the bank loan includes two loans in U.S. dollars taken out with local banks. One of them was issued in April 2022, for a principal amount of USD 5,200,000. This loan shall be repaid in 96 consecutive monthly installments of USD 54,166.67, starting in May 2024. The other loan was taken in January 2023, for a principal amount of USD 4,000,000. This loan shall be repaid in 24 consecutive monthly installments, starting in February 2023. As of the date of these financial statements, 11 installments had been repaid, totaling USD 1,780,901.

Additionally, as of December 31, 2023, the loans include ten fixed-term promissory notes, all issued by local banks. Four of these promissory notes were taken out for a principal amount of USD 1,000,000 each. One of them, originally issued in April 2023, was subsequently renewed in June and October 2023. This note shall be repaid in February 2024. Another of the notes was issued in November 2023. This note shall be repaid in February 2024. Two other notes were issued in December 2023, to be repaid in June 2024. Besides, three of those promissory notes were issued for a principal amount of USD 2,000,000 each: two were originally taken out in May 2023, both were renewed in July 2023, and further renewed in October and November 2023, respectively. These notes shall be repaid in February and March 2024, respectively. The third promissory note for USD 2,000,000 was issued in November 2023, to be repaid in May 2024. In addition, another promissory note for USD 800,000 was issued, with an outstanding balance of USD 182,523.67, due in February 2024. Furthermore, a promissory note for USD 400,000 was issued in October 2023, to be repaid in March 2024. Finally, the remaining promissory note for USD 1,100,000 was issued in September 2023, scheduled for repayment in March 2024.

Accrued and unpaid interest as of the date of these financial statements amounted to USD 192,182, equivalent to UYU 8,002,474, and as of December 31, 2023, amounted to USD 129,301, equivalent to UYU 5,045,570.

3.7 Operating Revenue

	USD			
	Quarter ended on		Period ended on	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Item				
Revenue from sales of wood	12,765,698	7,536,094	37,183,832	22,244,332
Revenue from Olimar Mill operations	246,642	-	642,164	-
Revenue from grazing	100,392	153,417	379,303	483,564
Other revenue	-	3,293	136,957	3,293
Revenue from beehives	440	248	1,336	743
	13,113,172	7,693,052	38,343,592	22,731,932

	Equivalent in UYU			
	Quarter ended on		Period ended on	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Item				
Revenue from sales of wood	517,508,934	285,043,734	1,463,366,694	852,867,026
Revenue from Olimar Mill operations	10,018,340	-	25,452,179	-
Revenue from grazing	4,071,791	5,826,239	14,572,183	18,579,252
Other revenue	-	124,069	5,365,821	124,069
Revenue from beehives	17,904	9,397	52,216	28,509
	531,616,969	291,003,439	1,508,809,093	871,598,856

3.8 Cost of Goods Sold

	USD			
	Quarter ended on		Period ended on	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Item				
Cost of wood sales	(12,130,407)	(5,254,355)	(32,059,538)	(17,038,881)
Cost of Olimar Mill sales	(554,183)	-	(1,355,092)	-
	(12,684,590)	(5,254,355)	(33,414,630)	(17,038,881)

	Equivalent in UYU			
	Quarter ended on		Period ended on	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Item				
Cost of wood sales	(490,835,314)	(199,735,253)	(1,267,520,615)	(655,986,516)
Cost of Olimar Mill sales	(22,059,412)	-	(52,989,280)	-
	(512,894,726)	(199,735,253)	(1,320,509,895)	(655,986,516)

3.9 Selling, General and Administrative Expenses

USD

<i>Item</i>	Quarter ended on		Period ended on	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Forestry Operator fee	978,744	1,107,726	2,936,237	3,323,178
Farm expenses	159,617	170,928	739,451	726,550
Depreciation	218,228	210,914	653,393	627,676
Other fees	160,410	165,323	469,524	498,168
Administrative expenses - Olimar Mill	114,729	90,598	400,164	187,221
Insurances	124,536	86,200	367,188	268,659
Export expenses	124,211	89,656	312,718	638,681
Social security contributions	19,950	19,604	57,193	60,811
Taxes	18,028	15,514	50,832	73,474
Depreciation – Olimar Mill	14,378	-	14,378	-
Miscellaneous	17,100	17,637	65,877	54,328
	1,949,931	1,974,154	6,066,955	6,458,746

Equivalent in UYU

<i>Item</i>	Quarter ended on		Period ended on	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Forestry Operator fee	39,830,049	42,136,788	115,704,048	127,475,628
Farm expenses	6,491,058	6,477,345	29,015,612	28,083,441
Depreciation	8,887,114	8,007,896	25,774,522	24,098,769
Other fees	6,498,380	6,232,915	18,471,505	19,152,916
Administrative expenses - Olimar Mill	4,647,717	3,449,470	15,737,854	7,182,318
Insurances	5,069,332	3,271,769	14,483,814	10,323,733
Export expenses	5,069,084	3,386,780	12,362,083	24,776,698
Social security contributions	812,274	744,216	2,255,133	2,335,647
Taxes	733,826	588,529	2,000,070	2,821,451
Depreciation – Olimar Mill	597,451	-	597,451	-
Miscellaneous	696,378	663,356	2,595,018	2,083,354
	79,332,663	74,959,064	238,997,110	248,333,955

3.10 Financial Results

USD

<i>Item</i>	Quarter ended on		Period ended on	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Interests on loans	(327,072)	(206,646)	(911,397)	(529,218)
Interest and bank charges	(73,217)	(39,907)	(232,956)	(106,576)
Exchange rate difference	219,703	116,174	368,385	(169,826)
	(180,586)	(130,379)	(775,968)	(805,620)

<i>Item</i>	Equivalent in UYU			
	Quarter ended on		Period ended on	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Interests on loans	(13,323,794)	(7,843,141)	(35,975,165)	(20,275,949)
Interest and bank charges	(2,969,908)	(1,514,789)	(9,168,336)	(4,094,781)
Exchange rate difference	8,983,562	4,403,049	14,857,351	(6,676,459)
	(7,310,140)	(4,954,881)	(30,286,150)	(31,047,189)

NOTE 4 - BIOLOGICAL ASSETS

Biological assets comprise forest plantations located mainly in the departments of Cerro Largo, Treinta y Tres, Rivera and Tacuarembó. These plantations are primarily composed of Eucalyptus Grandis and Dunnii, and Pinus Taeda species. As of September 30, 2024, these forest plantations covered 37,586 hectares out of a total area of approximately 55,365 hectares (as of December 31, 2023, 34,331 hectares planted were planted within the same total approximate area.)

The evolution of the biological asset for the nine-month period ended September 30, 2024, and December 31, 2023, is detailed below:

	USD		Equivalent in UYU	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Opening balance	331,397,296	288,430,000	12,931,785,304	11,557,678,530
Cost increase added to biological assets	1,730,729	2,928,360	67,889,065	113,916,484
Reduction by harvest of biological assets	(5,108,039)	(2,430,606)	(202,282,078)	(95,283,603)
Change in the fair value of biological assets	-	42,469,542	-	1,657,246,465
Translation adjustment	-	-	861,359,946	(301,772,572)
	328,019,986	331,397,296	13,658,752,237	12,931,785,304

NOTE 5 - PROPERTY, PLANT AND EQUIPMENT

The components of property, plant and equipment are as follows:

In U.S. dollars:

09/30/2024														12/31/2023
Item	Acquisition Costs							Depreciation					Net values	Net values
	Opening balances	Additions	Disposals	Transfers	Revaluation	Translation adjustment	Closing balances	Accumulated at opening	Disposals	For the period	Translation adjustment	Accumulated at closing		
Land	167,804,536	-	-	-	-	-	167,804,536	-	-	-	-	-	167,804,536	167,804,536
Improvements	23,239,908	-	-	-	-	-	23,239,908	(3,273,421)	-	(585,948)	-	(3,859,369)	19,380,539	19,966,487
Other improvements	577,738	66,695	-	-	-	-	644,433	(70,539)	-	(46,444)	-	(116,983)	527,450	507,199
Machinery	280,000	-	-	-	-	-	280,000	(121,333)	-	(21,000)	-	(142,333)	137,667	158,667
Machinery and equipment O.M.	2,281,308	281,811	-	-	-	-	2,563,119	(5,691)	-	(155,728)	-	(161,419)	2,401,700	2,275,617
Construction work-in-progress O.M.	3,891,251	422,059	-	(4,313,310)	-	-	-	-	-	-	-	-	-	3,891,251
Improvements O.M.	-	-	-	4,313,310	-	-	4,313,310	-	-	(14,378)	-	(14,378)	4,298,932	-
Total	198,074,741	770,565	-	-	-	-	198,845,306	(3,470,984)	-	(823,498)	-	(4,294,482)	194,550,824	194,603,757

Equivalent in Uruguayan pesos:

09/30/2024														12/31/2023
Item	Acquisition Costs							Depreciation					Net values	Net values
	Opening balances	Additions	Disposals	Transfers	Revaluation	Translation adjustment	Closing balances	Accumulated at opening	Disposals	For the period	Translation adjustment	Accumulated at closing		
Land	6,548,068,604	-	-	-	-	439,312,275	6,987,380,879	-	-	-	-	-	6,987,380,879	6,548,068,604
Improvements	906,867,680	-	-	-	-	60,842,078	967,709,758	(127,734,087)	-	(23,113,629)	(9,855,058)	(160,702,774)	807,006,984	779,133,593
Other improvements	22,544,489	2,625,909	-	-	-	1,663,783	26,834,181	(2,753,910)	-	(1,832,518)	(286,106)	(4,872,534)	21,961,647	19,790,579
Machinery	10,926,160	-	-	-	-	733,040	11,659,200	(4,734,663)	-	(828,376)	(363,712)	(5,926,751)	5,732,449	6,191,497
Machinery and equipment O.M.	89,021,216	11,235,703	-	-	-	6,471,392	106,728,311	(222,101)	-	(6,094,917)	(404,480)	(6,721,498)	100,006,813	88,799,115
Construction work-in-progress O.M.	151,844,418	16,420,554	-	(168,264,971)	-	-	-	-	-	-	-	-	-	151,844,418
Improvements O.M.	-	-	-	168,264,971	-	11,341,239	179,606,210	-	-	(597,451)	(1,236)	(598,687)	179,007,523	-
Total	7,729,272,567	30,282,166	-	-	-	520,363,807	8,279,918,539	(135,444,761)	-	(32,466,891)	(10,910,592)	(178,822,244)	8,101,096,295	7,593,827,806

As of July 31, 2024, the Olimar Mill (O.M.) project in progress was completed in accordance with the agreed conditions, and its balance was reclassified under the "Improvements - O.M." item.

NOTE 6 – IMPORTS IN PROGRESS

For the nine-month period ended September 30, 2024, the balance under “Imports in Progress” represents machinery spare parts required for the operation of the wood veneer mill (Olimar Mill).

NOTE 7 - ASSETS AND LIABILITIES IN A CURRENCY OTHER THAN THE FUNCTIONAL CURRENCY

The statement of financial position includes the following balances in currencies other than the functional currency:

	September 30, 2024		December 31, 2023	
	UYU	Equivalent in USD	UYU	Equivalent in USD
Assets				
Accounts receivable and other receivables	7,000,971	168,131	7,917,873	202,908
Other non-financial assets	220,813,441	5,302,916	174,309,655	4,466,959
Cash and cash equivalents	890,319	21,381	1,235,019	31,649
Total assets	228,704,731	5,492,428	183,462,547	4,701,516
Liabilities				
Deferred tax liabilities	248,437,313	5,966,314	259,025,421	6,637,933
Accounts payable and other payables	233,902,363	5,617,251	198,355,439	5,083,170
Total liabilities	482,339,676	11,583,565	457,380,860	11,721,103
Net position	(253,634,945)	(6,091,137)	(273,918,313)	(7,019,587)

The U.S. dollar exchange rate was UYU 41.640 as of September 30, 2024, and UYU 39.022, as of December 31, 2023.

NOTE 8 – EQUITY

Book-Entry Participation Certificates for a nominal value of USD 330,000,000 were registered in the Securities Market Registry. The face value of each participation certificate is USD 1.

Date	USD	Equivalent in UYU
04/11/2019	36,600,000	1,342,162,800
08/19/2019	6,600,000	238,913,400
08/26/2019	283,800,000	10,351,888,800
Total Paid-in Capital	330,000,000	11,932,965,000

As of September 30, 2024, and December 31, 2023, the balance of “Adjustments to Equity” included the initial issuance costs amounting to USD 309,720, equivalent to UYU 10,723,512.

The balance of the “Revaluation Reserve” reflected the accumulated revaluation of property, plant and equipment, net of the deferred tax effects, amounting to USD 47,729,702, equivalent to UYU 2,069,915,472, as of December 31, 2023, and September 30, 2024.

Additionally, for the presentation of these financial statements in Uruguayan pesos, the balance of “Adjustments to Equity” includes the “Translation Reserve,” which amounted to UYU 551,394,086 as of December 31, 2023, and UYU 1,882,304,869, as of September 30, 2024.

NOTE 9 – COMMITMENTS

As of September 30, 2024, the Trust has entered into grazing contracts on its own land amounting to USD 176,439, corresponding to 24,245 hectares of grazing land.

NOTE 10 - BALANCES AND TRANSACTIONS WITH RELATED PARTIES

a) Balances of accounts payable and other payables with related parties are composed as follows:

	USD		Equivalent in UYU	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Agro Empresa Forestal S.A.	410,299	467,371	17,084,869	18,237,766
	410,299	467,371	17,084,869	18,237,766

b) Transactions with related parties are composed as follows:

	USD			
	Quarter ended on		Period ended on	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Accrued fees				
Agro Empresa Forestal S.A.	978,746	1,107,726	2,936,237	3,323,178
	978,746	1,107,726	2,936,237	3,323,178

	Equivalent in UYU			
	Quarter ended on		Period ended on	
	09/30/2024	09/30/2023	09/30/2024	09/30/2023
Accrued fees				
Agro Empresa Forestal S.A.	39,830,049	42,136,788	115,704,048	127,475,628
	39,830,049	42,136,788	115,704,048	127,475,628

NOTE 11 - FINANCIAL RISK MANAGEMENT

The main risks associated with the Trust's financial instruments and the related management policies are outlined below.

11.1 Credit Risk

Credit risk refers to the potential financial loss the Trust may face if a debtor or counterparty of a financial instrument fails to meet their contractual obligations.

The Trust has a low level of exposure to this risk since the financial instruments in which it can invest have the same restrictions as Pension Savings Funds.

11.2 Liquidity Risk

Liquidity risk arises when the Trust fails to meet its financial obligations as they come due. The Trust's main obligation is to pay the participation certificates. These certificates give holders the right to participate in the revenue, as described in Note 1.

The Trust's exposure to liquidity risk is limited, supported by the business plan set forth in the Trust Agreement and the restrictions on its investment assets.

11.3 Market Risk

Market risks arise from changes in market prices, such as in the exchange rate and interest rates which can impact the Trust's income or the value of its financial instruments.

a) Currency Risk

The Trust is exposed to this risk because of its monetary position in Uruguayan pesos (Note 7). The Trust's sensitivity to a 10% increase and decrease in the Uruguayan peso against the U.S. dollar is detailed below. The sensitivity analysis includes outstanding monetary items denominated in foreign currency. A 10% depreciation of the Uruguayan peso against the U.S. dollar would result in an increase of USD 553,740, equivalent to UYU 25,363,495, in the comprehensive income for the period. Conversely, a 10% appreciation would lead to a decrease of USD 676,793, equivalent to UYU 25,363,495, in the comprehensive income for the period.

b) Interest Rate Risk

The Trust is exposed to low-interest rate risk. The debt is at a fixed rate.

c) Price risk

Price risk arises from fluctuations in market prices relevant to the Trust's activities, which can impact its income or the value of its financial and non-financial instruments. The main assets exposed to this risk at the end of each financial reporting period are detailed below:

	USD		Equivalent in UYU	
	09/30/2024	12/31/2023	09/30/2024	12/31/2023
Inventory	7,214,879	6,540,242	300,427,543	255,213,330
Property, plant and equipment (land)	167,804,536	167,804,536	6,987,380,879	6,548,068,604
Biological assets	328,019,986	331,397,296	13,658,752,237	12,931,785,304
	503,039,401	505,742,074	20,946,560,659	19,735,067,238

NOTE 12 – SUBSEQUENT EVENTS

After September 30, 2024, no other events or circumstances have occurred that significantly affected the financial position, performance and cash flows of the Trust.