

**Fideicomiso Financiero Forestal
Bosques del Uruguay IV
Financial Forestry Trust
Bosques del Uruguay IV**

Condensed Interim Financial Statements
for the Six Months Ended June 30, 2025
and Independent Review Report

NOTICE: This is a translation of the original Spanish version. It has been translated by a third party for informational purposes only. In the event of any discrepancy, the Spanish version, as prepared by the auditor, shall prevail.



FIDEICOMISO FINANCIERO FORESTAL BOSQUES DEL URUGUAY IV

Condensed Interim Financial Statements for the Six-Month Period Ended June 30, 2025, and Independent Review Report

Table of Contents

Independent Review Report on Condensed Interim Financial Statements

Condensed Interim Statement of Financial Position

Condensed Interim Statement of Comprehensive Income

Condensed Interim Statement of Cash Flows

Condensed Interim Statement of Changes in Fiduciary Net Position

Notes to the Condensed Interim Financial Statements



Independent Review Report on Condensed Interim Financial Statements

To the Directors and Shareholders of
EF ASSET MANAGEMENT Administradora de Fondos de Inversión S.A.

Introduction

We have reviewed the accompanying condensed interim financial statements of the Financial Forestry Trust *Fideicomiso Financiero Forestal Bosques del Uruguay IV* (hereinafter “the Trust”), which comprise the condensed interim statement of financial position as of June 30, 2025, and the related condensed interim statement of comprehensive income, cash flows, and changes in fiduciary net position for the six-month period then ended, together with the selected explanatory notes. The Trust’s Management is responsible for the preparation and fair presentation of these condensed interim financial statements and notes, in accordance with International Financial Reporting Standards applicable to interim financial reporting (IAS 34). Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements (ISRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the International Federation of Accountants (IFAC).

A review of interim financial information consists primarily of making inquiries of personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially narrower in scope than an audit conducted in accordance with International Standards on Auditing and, consequently, does not provide assurance that all significant matters that might be identified in an audit would become known to us. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements do not present fairly, in all material respects, the financial position of the Financial Forestry Trust *Fideicomiso Financiero Forestal Bosques del Uruguay IV* as of June 30, 2025, and the results of its operations and its cash flows for the six-month period then ended, in accordance with International Financial Reporting Standards applicable to interim financial reporting (IAS 34).



Other Matters

Our work also included the review of the conversion of figures from U.S. dollars into Uruguayan pesos. In our opinion, such conversion has been carried out in accordance with the methodology described in Note 2.2. The translation of the condensed interim financial statements into Uruguayan pesos has been performed solely to comply with the regulations in force in Uruguay regarding the presentation of financial statements.

August 29, 2025



Lucía Recalde

Partner, Deloitte S.C.



FIDEICOMISO FINANCIERO FORESTAL BOSQUES DEL URUGUAY IV

Condensed Interim Statement of Financial Position as of June 30, 2025

(in U.S. dollars and Uruguayan pesos)

		USD		Equivalent in UYU	
	Notes	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Assets					
Non-current assets					
Property, plant and equipment	5	202,443,346	202,985,246	8,006,229,446	8,944,747,833
Biological assets- plantations	4	363,770,946	366,256,229	14,386,413,391	16,139,446,966
Other non-financial assets	3.3	75,799	-	2,997,699	-
Total non-current assets		566,290,091	569,241,475	22,395,640,536	25,084,194,799
Current assets					
Inventories	3.1	11,425,750	7,776,571	451,865,555	342,682,360
Trade receivables and other accounts receivable	3.2	7,504,586	7,124,015	296,791,361	313,926,849
Other non-financial assets	3.3	5,833,150	6,195,900	230,689,433	273,028,515
Cash and cash equivalent	3.4	1,161,433	77,241	45,932,367	3,403,733
Imports in progress	6	61,118	38,210	2,417,103	1,683,762
Total current assets		25,986,037	21,211,937	1,027,695,819	934,725,219
Total assets		592,276,128	590,453,412	23,423,336,355	26,018,920,018
Equity					
Participation certificates	8	330,000,000	330,000,000	11,932,965,000	11,932,965,000
Equity adjustments	8	(309,720)	(309,720)	(10,723,512)	(10,723,512)
Revaluation reserve	8	56,076,249	56,076,249	2,437,714,376	2,437,714,376
Foreign currency translation reserve	8	-	-	629,012,871	3,109,362,136
Retained earnings	8	164,162,197	165,148,100	6,759,612,431	6,807,285,948
Total equity		549,928,726	550,914,629	21,748,581,166	24,276,603,948
Liabilities					
Non-current liabilities					
Deferred tax liabilities	2.15	6,819,041	7,916,599	269,679,453	348,852,831
Other financial liabilities	3.6	9,055,185	7,531,073	358,114,456	331,864,263
Total non-current liabilities		15,874,226	15,447,672	627,793,909	680,717,094
Current liabilities					
Trade payables and other accounts payable	3.5	7,732,068	8,619,629	305,787,949	379,832,637
Other financial liabilities	3.6	18,741,108	15,471,482	741,173,331	681,766,339
Total current liabilities		26,473,176	24,091,111	1,046,961,280	1,061,598,976
Total liabilities		42,347,402	39,538,783	1,674,755,189	1,742,316,070
Total liabilities and equity		592,276,128	590,453,412	23,423,336,355	26,018,920,018

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 Six-Month Period Ended June 30, 2025

(in U.S. dollars)

	Notes	Quarter ended		Six-month period ended	
		06/30/2025	06/30/2024	06/30/2025	06/30/2024
Operating revenue	3.7	12,212,414	11,051,702	21,485,231	25,230,421
Cost of goods sold	3.8	(9,994,097)	(9,639,469)	(18,152,738)	(20,730,039)
Gross margin		2,218,317	1,412,233	3,332,493	4,500,382
Administrative and selling expenses	3.9	(2,252,355)	(1,831,806)	(4,661,065)	(4,117,026)
Financial results	3.10	(908,083)	4,214	(1,654,811)	(595,382)
Profit (loss) for the period before income tax		(942,121)	(415,359)	(2,983,383)	(212,026)
Income tax	2.15	1,997,480	264,776	1,997,480	264,776
Profit (loss) for the period		1,055,359	(150,583)	(985,903)	52,750
Other comprehensive income for the period		-	-	-	-
Items that cannot be reclassified to profit (loss)		-	-	-	-
Items that may be subsequently reclassified to profit (loss)		-	-	-	-
Comprehensive income for the period		1,055,359	(150,583)	(985,903)	52,750

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 Six-Month Period Ended June 30, 2025**

(in Uruguayan pesos)

	Notes	Quarter ended		Six-month period ended	
		06/30/2025	06/30/2024	06/30/2025	06/30/2024
Operating revenue	3.7	505,159,811	426,271,946	901,276,717	977,192,124
Cost of goods sold	3.8	(414,516,354)	(376,074,079)	(762,604,807)	(807,615,169)
Gross margin		90,643,457	50,197,867	138,671,910	169,576,955
Administrative and selling expenses	3.9	(93,064,070)	(71,230,393)	(196,120,872)	(159,664,448)
Financial results	3.10	(37,175,958)	138,402	(69,216,553)	(22,976,010)
Profit (loss) for the period before income tax		(39,596,571)	(20,894,124)	(126,665,515)	(13,063,503)
Income tax	2.15	78,991,998	10,588,108	78,991,998	10,588,108
Profit (loss) for the period		39,395,427	(10,306,016)	(47,673,517)	(2,475,395)
Other comprehensive income for the period		-	-	-	-
Items that cannot be reclassified to profit (loss)		-	-	-	-
Foreign currency translation reserve	8	(2,480,349,265)	495,541,155	(2,480,349,265)	495,541,155
Comprehensive income for the period		(2,440,953,838)	485,235,139	(2,528,022,782)	493,065,760

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 Six-Month Period Ended June 30, 2025

(in U.S. dollars and Uruguayan pesos)

		USD		Equivalent in UYU		
	Notes	06/30/2025	06/30/2024	06/30/2025	06/30/2024	
Cash flows from operating activities						
Profit (loss) for the period before income taxes		(2,983,383)	(212,026)	(126,665,515)	(13,063,503)	
Adjustments for:						
Depreciations		481,553	435,165	20,180,699	16,887,409	
Accrued but unpaid interest		195,682	92,523	7,738,820	3,699,882	
Costs of standing timber sold		1,380,450	3,287,832	58,501,575	132,103,750	
		(925,698)	3,603,494	(40,244,421)	139,627,538	
Changes in assets and liabilities						
Trade receivables and other accounts receivable		3.2	(380,571)	599,442	(15,910,532)	23,681,256
Inventories		3.1	(1,292,511)	(1,268,668)	(54,036,007)	(50,119,364)
Other non-financial assets		3.3	286,951	(995,505)	11,996,560	(39,327,923)
Trade payables and other accounts payable		3.5	12,361	(1,019,213)	516,776	(40,264,519)
Translation adjustment		8	-	-	4,998,395	(2,005,427)
Net cash flows used in operating activities			(2,299,468)	919,550	(92,679,229)	31,591,561
Cash flows from investing activities						
Costs incurred in biological assets		4	(1,143,121)	(1,247,164)	(48,035,465)	(48,304,568)
Imports of property, plant and equipment in process		6	(22,908)	-	(1,042,676)	-
Purchases of property, plant and equipment		5	(48,368)	(725,667)	(2,019,688)	(28,473,045)
Net cash flows used in investing activities			(1,214,397)	(1,972,831)	(51,097,829)	(76,777,613)
Cash flows from financing activities						
Loan proceeds		3.6	9,006,610	13,754,009	379,093,193	534,020,338
Loan repayments		3.6	(5,724,238)	(11,346,131)	(240,377,435)	(438,217,992)
Net flows from financing activities			3,282,372	2,407,878	138,715,758	95,802,346
Changes in cash flows and cash equivalents			(231,493)	1,354,597	(5,061,300)	50,616,294
Cash and cash equivalents at the beginning of the period			(1,040,533)	(2,343,108)	(45,852,127)	(91,432,743)
Effect of maintenance and currency translation on cash and equivalents			-	-	607,359	1,286,869
Cash and cash equivalents at the end of the period		2.14	(1,272,026)	(988,511)	(50,306,068)	(39,529,580)

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 Six-Month Period Ended June 30, 2025

(in U.S. dollars)

	Notes	PARTICIPATION CERTIFICATES	ADJUSTMENT TO EQUITY	VALUATION RESERVE	RETAINED EARNINGS	TOTAL NET EQUITY
As of December 31, 2023		330,000,000	(309,720)	47,729,702	130,290,827	507,710,809
Profit (loss) for the period		-	-	-	52,750	52,750
As of June 30, 2024		330,000,000	(309,720)	47,729,702	130,343,577	507,763,559
Profit (loss) for the period				-	34,804,523	34,804,523
Revaluation of property, plant and equipment net of deferred tax	8	-	-	8,346,547	-	8,346,547
As of December 31, 2024		330,000,000	(309,720)	56,076,249	165,148,100	550,914,629
Profit (loss) for the period		-	-		(985,903)	(985,903)
As of June 30, 2025		330,000,000	(309,720)	56,076,249	164,162,197	549,928,726

Condensed Interim Statement of Changes in Fiduciary Net Position
for the Six-Month Period Ended June 30, 2025

(in Uruguayan pesos)

		PARTICIPATION CERTIFICATES	ADJUSTMENT TO EQUITY	VALUATION RESERVE	FOREIGN CURRENCY TRANSLATION RESERVE	RETAINED EARNINGS	TOTAL NET EQUITY
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
Foreign currency translation reserve		-	-	-	495,541,155	-	495,541,155
Profit (loss) for the period		-	-	-	-	(2,475,395)	(2,475,395)
As of June 30, 2024		11,932,965,000	(10,723,512)	2,069,915,472	1,046,935,241	5,265,864,734	20,304,956,935
Foreign currency translation reserve		-	-	-	2,062,426,895	-	2,062,426,895
Revaluation of property, plant and equipment net of deferred tax	8	-	-	367,798,904	-	-	367,798,904
Profit (loss) for the period		-	-	-	-	1,541,421,214	1,541,421,214
As of December 31, 2024		11,932,965,000	(10,723,512)	2,437,714,376	3,109,362,136	6,807,285,948	24,276,603,948
Foreign currency translation reserve		-	-	-	(2,480,349,265)	-	(2,480,349,265)
Profit (loss) for the period		-	-	-	-	(47,673,517)	(47,673,517)
As of June 30, 2025		11,932,965,000	(10,723,512)	2,437,714,376	629,012,871	6,759,612,431	21,748,581,166

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 Six-Month Period Ended June 30, 2025

NOTE 1 - BASIC INFORMATION ABOUT THE FINANCIAL FORESTRY TRUST FIDEICOMISO FORESTAL BOSQUES DEL URUGUAY IV

In the city of Montevideo, on December 17, 2018, the Trust Agreement was 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 Subscribers of the Securities, acting as Trustors, for the purpose of establishing 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 (Notice No. 2019/067).

The capital of the Trust was contributed by the Trustors, acting as the Initial Subscribers of the Securities, under the terms and conditions set forth in the Agreement. The capital is to be allocated solely for the purposes set forth therein.

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

The Business Plan outlines the framework within which the Trust's strategy is developed to fulfil its purposes, specifying the general requirements that the Properties shall 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 managing the Trust Assets and executing the Business Plan, as set forth in the Trust and the Management Agreement. Notwithstanding the foregoing, the Trustee remains responsible for the Manager's performance in relation to the tasks subcontracted by the Manager.

The Trust shall not invest its funds in securities not authorized for Pension Savings Funds.

The Trust's equity consists of its Assets and all present and future economic rights derived therefrom. The Trust's equity shall be used solely and exclusively for its intended purposes, and only those rights and actions directly related to these assets may be exercised in connection therewith.

The Trust shall remain in full force for a maximum of thirty (30) years, or until all its assets have been liquidated and all obligations have been settled.

Pursuant to Notice No. 2019/067 dated March 19, 2019, within the framework of Financial Trusts, the Central Bank of Uruguay authorized the issuance of Participation Certificates for an amount up to USD 330,000,000.

Participation Certificates entitle Holders to the right to share in the Trust's results, pursuant to the terms and conditions set forth in the Trust Agreement.

In accordance with Article 330 of the Central Bank of Uruguay's Compilation of Securities Market Standards, the Trust's accounting and fiscal year ends on December 31 each year. The condensed interim statement of comprehensive income, changes in equity and cash flows are presented for the six-month period ended June 30, 2025.



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 August 29, 2025.

NOTE 2 - BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

2.1 Accounting Standards Applied

These condensed interim financial statements have been prepared in accordance with Decree 124/11. This Decree, issued by the Executive Branch on April 1, 2011, establishes that the International Financial Reporting Standards (IFRS), adopted by the International Accounting Standards Board (IASB) and translated into Spanish, are the mandatory accounting standards applicable to issuers of publicly offered securities.

These condensed interim financial statements do not include all the information required by International Financial Reporting Standards (IFRS) for a complete set of financial statements, as they correspond to the condensed format set forth in International Accounting Standard (IAS) No. 34 – Interim Financial Reporting. Accordingly, they should be read in conjunction with the Trust’s financial statements for the year ended December 31, 2024.

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 Mandatorily Effective 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, 2024, except for the adoption of new standards effective as of January 1, 2025. 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 for annual periods beginning on January 1, 2025, are as follows:

- Amendment to IAS 21 – Lack of Exchangeability

The application of these new standards does not have a significant impact on the Trust’s financial statements.

2.1.2 New and Revised Standards, Interpretations and Amendments Published Whose Application Is Not Yet Mandatory

As of the date of approval of these financial statements, the standards and interpretations issued by the IASB that are not yet effective for annual periods beginning on or after January 1, 2025, and that have not been early adopted by the Trust are as follows:

- Amendment to IFRS 18 – Presentation and Disclosures in Financial Statements (2)
- Amendment to IFRS 19 – Subsidiaries without Public Accountability: Disclosures (2)
- Amendments to IFRS 9 and IFRS 7 – Classification and Measurement of Financial Instruments (1)

(1) Effective for periods beginning on or after January 1, 2026.

(2) Effective for periods beginning on or after January 1, 2027.

Management expects that the application of these amendments will not have a significant impact on the financial statements.



The principal accounting policies applied are set out below.

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

IAS 21 establishes that the functional currency shall provide useful information about the Trust and reflect the economic substance of the events and circumstances relevant to it. If a certain currency is extensively used by the Trust or has a significant impact on its operations, it may be deemed appropriate as the functional currency.

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

- Purchases are financed in that currency.
- Trade receivables are collected in that currency.
- Prices of goods or services sold are denominated in that currency.
- The cost of goods sold, or services rendered is denominated in that currency.

The Trust has determined the U.S. dollar to be its functional currency, as the majority of its income and expenses are denominated in that currency.

To comply with applicable legal and tax requirements, the Trust shall present its financial statements in Uruguayan pesos.

In accordance with the relevant regulations, the translation of the Trust's financial statements from the functional currency into the presentation currency shall be carried out as follows:

- Assets and liabilities shall be translated at the closing exchange rate.
- Income and expenses shall be translated at the exchange rates prevailing on the date of the respective transaction.
- Equity items, other than profit or loss for the period, shall be translated at the closing exchange rate.
- Translation differences shall be recognized directly in equity, without having an impact on the profit or loss for the period.

Equity components have been restated as follows: (1) capital is presented at historical value in Uruguayan pesos, with the difference between that value and the amount resulting from applying the general translation method recorded as an equity adjustment; (2) retained earnings correspond to accumulated results since the inception of the Trust, originally expressed in U.S. dollars and translated in accordance with the general foreign currency translation method.

The difference arising from translating assets, liabilities, and equity at the closing exchange rate, and income and expenses at the exchange rates prevailing on the dates of the respective transactions, is recognized directly in equity under 'Equity Adjustments' and in the statement of comprehensive income under 'Foreign Currency Translation Reserve'.

2.3 Balances in Currencies Other Than the Functional Currency

Assets and liabilities denominated in currencies other than the functional currency are measured at the closing exchange rate at the end of the reporting period. Exchange differences are recognized in profit or loss. Balances of assets and liabilities denominated in foreign currencies at the end of the period are summarized in Note 6.



2.4 General Valuation Criteria for Assets and Liabilities

Assets and liabilities (except for biological assets, and property, plant, and equipment) have been measured based on the cost initially incurred or the commitment undertaken, as applicable, and subsequently measured at amortized cost. In all cases, these amounts have been adjusted as described in the preceding section.

2.5 Cash and Cash Equivalents

Cash and cash equivalents include checking accounts and demand deposits held with financial institutions.

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 Trade Receivables and Other Accounts Receivable

Trade receivables and other accounts receivable are presented at amortized cost using the effective interest method. The Trustee's Management has not recognized an allowance for doubtful accounts, based on the expected credit loss model, considering the probability of default and the expected recoverable amount under such scenario. It is Management's view that applying this model would not have a material impact on the Trust's financial statements.

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

The forest plantations are presented in the statement of financial position at their fair value as of December 31, 2024, and the costs incurred in the establishment of the forests between that date and June 30, 2025.

The Trust determines the value of its forest plantations annually, according to an appraisal conducted by independent forestry consultants. The fair value of plantations was estimated by an independent expert using discounted cash flow techniques, primarily applying an income (or expectation) approach.

Based on this methodology, the external appraiser determined that the fair value of the biological assets as of December 31, 2024, amounted to USD 366,256,229, equivalent to UYU 16,139,446,966.

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

- Estimated representative prices for the projected period.
- Annual variable and fixed costs associated with forestry production.
- A discount rate of 7.5%, estimated based on a capital asset pricing model (CAPM).

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

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

Fair value was primarily determined using Level 3 inputs of the fair value hierarchy. The most significant input used was the price of comparable assets.

2.10 Inventories

Inventories are measured at acquisition cost.

The cost of finished goods and work in progress includes the cost of raw materials, direct labor, other direct costs, and an appropriate share of fixed production overheads.



The cost of raw materials and supplies comprises the purchase price and other costs incurred to bring them to their present location and condition.

For the Trust's forestry activity, inventory outflows are valued using the FIFO (First-In, First-Out) method.

For the industrial activity carried out at the Olimar Mill, the cost is determined based on the weighted average cost (WAC) method for the allocation of outflows.

The Trust estimates that the carrying amounts of inventories do not exceed their net realizable value.

2.11 Property, Plant and Equipment

The composition and movement of property, plant and equipment balances for the six-month period ended June 30, 2025, are presented in Note 5 to these financial statements.

In accordance with the terms of the agreement, the land was appraised by an independent expert as of December 31, 2024. The carrying amount of land at that date was adjusted to the values determined in the appraisal report, which amounted to USD 176,504,529, equivalent to UYU 7,777,848,576.

The fair value was determined primarily using Level 3 inputs of the fair value hierarchy.

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

Expenditures incurred after the acquisition of an item of property, plant and equipment are included in the asset's carrying amount when it is probable that additional future economic benefits, beyond those originally assessed, will flow to the Trust.

Management considers that the net carrying amount of the assets does not exceed their value in use and that no impairment losses have been recognized on property, plant and equipment.

Depreciation of fixed assets associated with the production process at the Industrial Olimar Mill is considered part of the cost of goods. The remaining depreciation for the year has been recognized as administrative and selling expenses.

2.12 Accrual Basis and Revenue Recognition

Revenue is recognized when earned and expenses when incurred, regardless of when they are collected or paid. Revenue is generally recognized when it is probable that future economic benefits will flow to the Trust as a result of transactions carried out by the Trust.

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

Income and expenses included in the condensed interim statement of comprehensive income are presented at the amounts originally received or disbursed for the related goods or services.

Administrative and selling expenses, financial results, and other items have been accounted for on an accrual basis.

2.13 Capital Concept Applied

Profit for the period has been determined as the difference between the value of equity as of June 30, 2025, and the capital amount required to be maintained. The capital concept applied is that of financial capital.

2.14 Statement of Cash Flows

For the preparation of the statements of cash flows for the years ended December 31, 2024, and June 30, 2025, cash and cash equivalents include checking accounts and demand deposits held with financial institutions.



Item	USD		Equivalent in UYU	
	06/30/2025	06/30/2024	06/30/2025	06/30/2024
Banks	1,161,433	805,150	45,932,367	32,197,119
Bank overdrafts	(2,433,459)	(1,793,661)	(96,238,435)	(71,726,699)
	(1,272,026)	(988,511)	(50,306,068)	(39,529,580)

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 is also a withholding agent for Personal Income Tax [IRPF, for its acronym in Spanish].

The Trust is liable for IRAE on all income sourced in Uruguay, unless such income qualifies for exemptions granted under Law No. 15,939, which promotes the forestry sector.

The Trust is also subject to Wealth Tax. However, forest plantations located in areas declared as priority forestry zones, as well as the land allocated to such plantations, are exempt from this tax.

In 2013, Law No. 19,088 amended the exemption regime applicable to the agricultural sector and introduced a surcharge for applicable taxpayers.

The sale of agricultural products in their natural state is subject to the VAT suspension regime. Sales of debarked logs and harvesting of forest stands planted by the Trust or acquired as standing timber are considered sales of agricultural products in their natural state. As a result, VAT remains suspended, allowing for the recovery of VAT paid on acquisitions that form part of the cost. Grazing income is exempt from VAT, and therefore, a portion of input VAT on indirect purchases cannot be recovered, as it is associated with this type of income.

The Trust is also liable for the Rural Real Estate Tax on land acquired for productive use. However, in accordance with Law No. 18,245, land allocated to forest plantations under Quality Timber projects, as defined by the Ministry of Livestock, Agriculture, and Fisheries, is exempt from this tax.

In addition, the Trust recognizes income tax using the deferred tax method, which involves recognizing, as an asset or a liability, the tax effect of temporary differences between the carrying amounts of assets and liabilities for accounting purposes and their tax bases. These are measured at the applicable rate of 25% and subsequently recognized in profit or loss in the periods in which such differences reverse.

A) Income Tax

<u>Current income tax expense</u>	06/30/2025		06/30/2024	
	USD	Equivalent in UYU	USD	Equivalent in UYU
Current corporate income tax (IRAE)	(4,477)	(181,380)	-	-
Deferred income tax gain/(loss)	2,001,957	79,173,378	264,776	10,588,108
	1,997,480	78,991,998	264,776	10,588,108



B) Deferred Income Tax

	06/30/2025		12/31/2024	
	USD	Equivalent in UYU	USD	Equivalent in UYU
Property, plant and equipment-land	(2,158,419)	(85,361,222)	(3,421,368)	(150,766,024)
Other property, plant and equipment - agricultural	265,600	10,503,961	115,770	5,101,506
Biological Assets	(4,890,224)	(193,398,561)	(4,404,916)	(194,107,028)
Improvements - Olimar Mill	48,840	1,931,535	(83,936)	(3,698,739)
Machinery and equipment - Olimar Mill	(84,838)	(3,355,166)	(122,149)	(5,382,546)
Deferred tax liability	(6,819,041)	(269,679,453)	(7,916,599)	(348,852,831)

C) Movements in Deferred Taxes for the Period

	USD			
	Balance as of 12.31.2024	Adjustment to Earnings	Translation Adjustments	Balance as of 06.30.2025
Property, plant and equipment - land	(3,421,369)	1,653,808	(390,860)	(2,158,421)
Other property, plant and equipment - agricultural	115,770	136,605	13,225	265,600
Biological assets	(4,404,916)	17,914	(503,222)	(4,890,224)
Improvements - Olimar Mill	(83,937)	142,366	(9,587)	48,842
Machinery and equipment - Olimar Mill	(122,147)	51,264	(13,955)	(84,838)
DEFERRED TAX LIABILITY	(7,916,599)	2,001,957	(904,399)	(6,819,041)

	UYU		
	Balance as of 12.31.2024	Adjustment to Earnings	Balance as of 06.30.2025
Property, plant and equipment - land	(150,766,023)	65,404,801	(85,361,222)
Other property, plant and equipment - agricultural	5,101,506	5,402,455	10,503,961
Biological assets	(194,107,028)	708,467	(193,398,561)
Improvements - Olimar Mill	(3,698,739)	5,630,274	1,931,535
Machinery and equipment - Olimar Mill	(5,382,547)	2,027,381	(3,355,166)
DEFERRED TAX LIABILITY	(348,852,831)	79,173,378	(269,679,453)



D) Reconciliation of Income Tax Expense and Accounting Profit

	06/30/2025		06/30/2024	
	USD	Equivalent in UYU	USD	Equivalent in UYU
Accounting profit before IRAE	(2,983,383)	(126,665,515)	(212,026)	(13,063,503)
	25%	25%	25%	25%
Income tax at applicable rate	745,846	31,666,379	(53,007)	3,265,876
<u>Adjustments that do not generate temporary difference:</u>				
Foreign exchange differences	(10,223,303)	(406,565,436)	(9,788,103)	(386,683,921)
Non-taxable income	21,519,672	855,805,058	18,335,060	724,335,716
Expenses associated with non-taxable income	(10,480,348)	(416,787,720)	(8,777,017)	(346,740,441)
Translation adjustment	(904,399)	-	(160,516)	-
Other net items	1,340,012	14,873,717	602,345	16,410,878
	1,997,480	78,991,998	264,776	10,588,108

2.16 Provisions

Provisions are recognized when the Trust has a present obligation (legal or contractual) as a result of a past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount.

2.17 Financial Instruments

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

The main purpose of holding liquid assets is to ensure the availability of cash and cash equivalents to meet the Trust's operational requirements. The Trust has not entered into any 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, income, and expenses. Actual results may differ from these estimates.

The key accounting policies, estimates and assumptions used in determining the carrying amounts of assets and liabilities include the following:

(a) Impairment of Non-Financial Assets

At each annual reporting date, the Trust reviews the carrying amounts of its property, plant and equipment: Land, to assess whether there is any indication of impairment. If such an indication exists, the recoverable amount of the assets is estimated to determine whether an impairment loss should be recognized.

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

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



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

(c) Income Tax

The Trust recognizes the effects of deferred tax based on estimates and assumptions depending on how its assets will be realized and its liabilities settled. Changes in these estimates and assumptions could significantly affect the balances of deferred tax assets and liabilities recognized in 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 are recognized only to the extent that it is probable that future taxable profits will be available against which the deductible temporary differences can be utilized. Additionally, in determining the portion of deferred tax assets to be recognized in the statement of financial position, the existence of future taxable temporary differences that can be used to offset deductible temporary differences must also be considered. For this purpose, the Trustee considers the expected reversal of temporary differences, projected future taxable profits, and available tax planning opportunities (see Note 2.15).

2.19 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 in the Impairment Test

For the purpose of conducting the impairment test, Management hires an external appraiser who estimates the future cash flows over the remaining life of the Trust.

The determination of the recoverable amount involves complex estimates requiring the application of assumptions and the expert's professional judgment, including the following:

(a) Wood Flows

Projected wood flows are developed through a five-step process:

- Stratification of forest plantations
- Validation of growth and yield tables
- Design of harvesting scenarios
- Scheduling of wood supply
- Wood flow planning

(b) Land Sales Flow

In line with variations of the income approach, the valuation considered land sales projections in the following scenarios:

- Year of disinvestment
- Year zero cash flow

(c) Operating and Management Costs

Forestry Costs: Direct expenditures incurred to establish and manage the forest until it is ready for final harvest.

Overhead costs: Costs incurred for activities such as management, office maintenance, forest inventory, certification, vehicles, road infrastructure, forest protection, security, and communications.



(d) Wood Prices

These are the prices of wood by assortment class, based on prices at the sawmill gate, net of the company's average transportation and harvesting costs.

(e) Land Prices and Cost

This corresponds to the weighted average potential market price of the land.

(f) Determining the Discount Rate

The discount rate represents the cost of capital of the resources (debt and equity) used to finance net operating assets. It is determined as the weighted average cost of such sources of financing, based on their relative share in the capital structure of the sector in which the Trust operates.

The Weighted Average Cost of Capital (WACC) reflects a blended cost of debt and equity. The cash flows used in the discounted cash flows (DCF) model represent the free cash flows available to both debt and equity holders. Therefore, the free cash flow is discounted to present value using the WACC.

(g) Sensitivity Analysis

The Trust has conducted a sensitivity analysis to assess whether changes in key assumptions—such as the discount rate, wood prices, forestry and overhead costs, and land sale prices—could result in a material impairment loss in 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 six-month period ended June 30, 2025, are consistent with those applied for the fiscal year ended December 31, 2024.

NOTE 3 – BREAKDOWN OF ITEMS

3.1 Inventories

Item	USD		Equivalent in UYU	
	06/30/2025	31/12/2024	06/30/2025	31/12/2024
Wood	8,771,592	6,003,873	346,898,925	264,566,594
Finished products - Olimar Mill	2,258,148	1,372,724	89,305,253	60,490,475
Herbicides	138,180	145,115	5,464,748	6,394,628
Other inventories - Olimar Mill	89,842	40,813	3,553,055	1,798,463
Products in progress - Olimar Mill	65,869	47,533	2,604,995	2,094,609
Seedlings	38,984	86,035	1,541,734	3,791,223
Fertilizers	22,997	21,048	909,499	927,513
Adjuvant	15,196	19,032	600,952	838,662
Ant killers	12,510	18,766	494,731	826,962
Seeds	4,259	18,782	168,438	827,659
Raw materials - Olimar Mill	8,173	2,850	323,225	125,572
	11,425,750	7,776,571	451,865,555	342,682,360



3.2 Trade Receivables and Other Accounts Receivable

<i>Item</i>	USD		Equivalent in UYU	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Trade receivables	7,324,422	6,931,003	289,666,202	305,421,598
Grazing receivables	179,944	192,492	7,116,441	8,482,337
Receivables from beekeeping activities	220	520	8,718	22,914
	7,504,586	7,124,015	296,791,361	313,926,849

3.3 Other Non-Financial Assets

<i>Item</i>	USD		Equivalent in UYU	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Non-current				
Advances to suppliers	75,799	-	2,997,699	-
	75,799	-	2,997,699	-
Current				
Tax credits	5,447,904	5,710,726	215,453,707	251,648,862
Advances to suppliers	344,398	461,784	13,620,260	20,348,969
Insurance paid in advance	16,950	6,976	670,333	307,387
Other non-financial credits	23,898	16,414	945,133	723,297
	5,833,150	6,195,900	230,689,433	273,028,515

3.4 Cash and Cash Equivalents

<i>Item</i>	USD		Equivalent in UYU	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Banks	1,161,433	77,241	45,932,367	3,403,733
	1,161,433	77,241	45,932,367	3,403,733

3.5 Trade Payables and Other Accounts Payable

<i>Item</i>	USD		Equivalent in UYU	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Trade payables	5,588,753	5,247,640	221,023,991	231,242,521
Tax creditors	1,842,577	3,043,598	72,870,366	134,119,233
Advances from customers	177,648	101,496	7,025,636	4,472,504
Other accounts payable	108,534	202,325	4,292,287	8,915,666
Provisions	14,556	24,570	575,669	1,082,713
	7,732,068	8,619,629	305,787,949	379,832,637



3.6 Loans and Borrowings

<i>Item</i>	USD		Equivalent in UYU	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Non-current liabilities				
Bank loan	9,055,185	7,531,073	358,114,456	331,864,263
	9,055,185	7,531,073	358,114,456	331,864,263

<i>Item</i>	USD		Equivalent in UYU	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Current liabilities				
Bank loan	16,307,649	14,353,708	644,934,896	632,510,479
Bank overdraft	2,433,459	1,117,774	96,238,435	49,255,860
	18,741,108	15,471,482	741,173,331	681,766,339

As of June 30, 2025, the Trust has entered into six new bank loans denominated in U.S. dollars with local financial institutions. In February 2025, two loans were taken for the principal amount of USD 500,000 each, maturing in August 2025. In March 2025, a loan for the principal amount of USD 1,000,000 was taken, to be repaid over 12 months, as well as another loan for USD 4,000,000, which will be amortized in 36 consecutive monthly installments beginning the month following its disbursement. In addition, during May and June 2025, two additional loans were taken for USD 1,600,000 and USD 1,000,000, respectively, both maturing in 12 months.

The following loans that were outstanding as of December 31, 2024, were repaid during the six-month period ended June 30, 2025: A promissory note for the principal amount of USD 4,000,000 obtained in January 2023 and repaid in January 2025; a promissory note for the principal amount of USD 1,000,000 obtained in July 2024 and prepaid in February 2025; and finally, a promissory note for the principal amount of USD 2,000,000 obtained in September 2024 and prepaid in June 2025.

As of December 31, 2024, bank loans consisted of two USD-denominated loans obtained from local banks. One of them was taken in April 2022 for a principal amount of USD 5,200,000, repayable in ninety-six equal and consecutive monthly installments of USD 54,166.67, starting in May 2024. As of year-end 2024, eight installments had been repaid, totaling USD 433,333, while as of March 2025 eleven installments had been repaid, totaling USD 595,833. The second loan was obtained in March 2024 for a principal amount of USD 5,000,000, repayable in sixty equal and consecutive monthly installments, starting the month following disbursement. As of year-end 2024, nine installments had been repaid, totaling USD 659,123, while as of March 2025 twelve installments had been repaid, totaling USD 886,488.

In addition, as of December 31, 2024, loans included eight promissory notes, all obtained from local banks. One of these loans, for USD 2,000,000, was initially taken in November 2023 and subsequently renewed in May 2024, November 2024, and May 2025, with maturity scheduled for January 2026. In addition, there are three loans for USD 1,000,000 each: the first, obtained in December 2023 and renewed in June and December 2024, is to be repaid in June 2025; the second, obtained in July 2024 and renewed in January 2025, matures in July 2025; and the third, obtained in November 2024, is to be repaid within 12 months. The balance also includes a promissory note for USD 1,300,000 obtained in May 2024 and renewed in October 2024 and April 2025, with maturity scheduled for October 2025, as well as a loan for USD 2,700,000 obtained in August 2024 and renewed in February 2025, maturing in August 2025. Finally, it includes a promissory note for USD 900,000 obtained in October 2024, maturing in October 2025.

Accrued but unpaid interest as of June 30, 2025, amounted to USD 195,682, equivalent to UYU 7,738,820. As of December 31, 2024, it amounted to USD 201,989, equivalent to UYU 8,900,840.



3.7 Operating Revenue

USD

Item	Quarter ended		Six-month period ended	
	06/30/2025	06/30/2024	06/30/2025	06/30/2024
Revenue from wood sales	11,411,727	10,359,247	20,109,415	24,418,135
Revenue from Olimar Mill sales	699,772	395,522	1,170,335	395,522
Revenue from grazing	100,265	159,536	204,669	278,910
Revenue from beehives	650	440	812	897
Other revenue	-	136,957	-	136,957
	12,212,414	11,051,702	21,485,231	25,230,421

Equivalent in UYU

Item	Quarter ended		Six-month period ended	
	06/30/2025	06/30/2024	06/30/2025	06/30/2024
Revenue from wood sales	472,043,495	399,245,218	843,648,580	945,857,760
Revenue from Olimar Mill sales	28,964,109	15,433,840	49,009,899	15,433,840
Revenue from grazing	4,125,416	6,209,921	8,584,575	10,500,391
Revenue from beehives	26,791	17,146	33,663	34,312
Other revenue	-	5,365,821	-	5,365,821
	505,159,811	426,271,946	901,276,717	977,192,124

3.8 Cost of Goods Sold

USD

Item	Quarter ended		Six-month period ended	
	06/30/2025	06/30/2024	06/30/2025	06/30/2024
Cost of wood sales	9,009,609	8,871,821	16,313,355	19,929,130
Cost of Olimar Mill sales	984,488	767,648	1,839,383	800,909
	9,994,097	9,639,469	18,152,738	20,730,039

Equivalent in UYU

Item	Quarter ended		Six-month period ended	
	06/30/2025	06/30/2024	06/30/2025	06/30/2024
Cost of wood sales	373,826,936	346,727,918	686,330,325	776,685,301
Cost of Olimar Mill sales	40,689,418	29,346,161	76,274,482	30,929,868
	414,516,354	376,074,079	762,604,807	807,615,169



3.9 Administrative and Selling Expenses

<i>Item</i>	USD			
	Quarter ended		Semester ended on	
	06/30/2025	06/30/2024	06/30/2025	06/30/2024
Forestry Operator fee	921,564	849,765	1,843,128	1,957,491
Farm expenses	240,760	174,817	635,766	579,835
Insurances	239,492	119,395	476,485	242,652
Depreciation	219,473	217,804	438,420	435,165
Other fees	234,606	169,066	394,371	309,113
Various export expenses	201,765	102,357	381,729	188,507
Administrative expenses - Olimar Mill	116,893	162,429	286,799	285,436
Depreciation - Olimar Mill	21,567	-	43,133	-
Social security contributions	21,463	22,629	42,946	37,243
Taxes	23,025	1,012	43,700	32,803
Miscellaneous	11,747	12,532	74,588	48,781
	2,252,355	1,831,806	4,661,065	4,117,026

<i>Item</i>	Equivalent in UYU			
	Quarter ended		Six-month period ended	
	06/30/2025	06/30/2024	06/30/2025	06/30/2024
Forestry Operator fee	38,028,953	33,104,329	77,338,265	75,873,998
Farm expenses	10,011,207	6,786,283	27,016,675	22,524,554
Insurances	9,870,087	4,656,757	19,971,488	9,414,482
Depreciation	9,043,147	8,494,150	18,373,055	16,887,409
Other fees	9,744,641	6,530,618	16,606,110	11,973,126
Various export expenses	8,358,179	3,952,636	16,068,567	7,292,999
Administrative expenses - Olimar Mill	4,843,062	6,306,739	12,046,160	11,090,137
Depreciation - Olimar Mill	888,635	-	1,807,643	-
Social security contributions	884,201	881,394	1,799,514	1,442,859
Taxes	891,942	33,623	1,831,686	1,266,244
Miscellaneous	500,016	483,864	3,261,709	1,898,640
	93,064,070	71,230,393	196,120,872	159,664,448

3.10 Financial Results

<i>Item</i>	USD			
	Quarter ended		Six-month period ended	
	06/30/2025	06/30/2024	06/30/2025	06/30/2024
Interest income	(328,910)	(338,924)	(602,291)	(584,325)
Bank charges and interest expenses	(68,002)	(74,547)	(143,934)	(159,740)
Foreign exchange differences	(511,171)	417,685	(908,586)	148,683
	(908,083)	4,214	(1,654,811)	(595,382)



Item	Equivalent in UYU			
	Quarter ended		Six-month period ended	
	06/30/2025	06/30/2024	06/30/2025	06/30/2024
Interest income	(13,503,804)	(13,150,072)	(25,158,613)	(22,651,371)
Bank charges and interest expenses	(2,814,109)	(2,884,602)	(6,072,684)	(6,198,428)
Foreign exchange differences	(20,858,045)	16,173,076	(37,985,256)	5,873,789
	(37,175,958)	138,402	(69,216,553)	(22,976,010)

NOTE 4 - BIOLOGICAL ASSETS – PLANTATIONS

Biological assets comprise forest plantations located mainly in the departments of Cerro Largo, Treinta y Tres, Rivera and Tacuarembó. The main species include *Eucalyptus grandis*, *dunnii* and *Pinus taeda*. As of June 30, 2025, the forest plantations covered 37,874 hectares within an approximate total area of 55,364 hectares (compared to 38,112 hectares planted within an approximate total area of 55,364 hectares as of December 31, 2024.)

The change in the biological asset for the six-month period ended June 30, 2025, and December 31, 2024, is detailed below:

	USD		Equivalent in UYU	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Opening balance	366,256,229	331,397,296	16,139,446,966	12,931,785,304
Increase due to costs capitalized into biological assets	1,143,121	2,673,112	48,035,465	107,570,773
Reduction by harvest of biological assets	(3,628,404)	(6,361,749)	(151,762,075)	(255,540,358)
Change in the fair value of biological assets	-	38,547,570	-	1,698,637,206
Translation adjustments	-	-	(1,649,306,965)	1,656,994,041
	363,770,946	366,256,229	14,386,413,391	16,139,446,966



NOTE 5 - PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment is composed as follows:

In U.S. dollars:

06/30/2025										12/31/2024
Item	Gross Carrying Amount				Depreciations				Net carrying amount	Net carrying amount
	Opening balances	Additions	Translation adjustment	Closing balances	Accumulated at the beginning of the period	Depreciation for the period	Translation adjustment	Accumulated at period-end		
Lands	176,504,529	-	-	176,504,529	-	-	-	-	176,504,529	176,504,529
Improvements	23,239,908	-	-	23,239,908	(4,054,685)	(390,632)	-	(4,445,317)	18,794,591	19,185,223
Other improvements	665,236	40,796	-	706,031	(133,338)	(33,788)	-	(167,126)	538,905	531,898
Machinery	280,000	-	-	280,000	(149,333)	(14,000)	-	(163,333)	116,667	130,667
Machinery and equipment O.M.	2,571,046	7,572	-	2,578,618	(215,483)	(108,715)	-	(324,198)	2,254,420	2,355,563
Improvements O.M.	4,313,310	-	-	4,313,310	(35,944)	(43,133)	-	-	-	4,277,366
Total	207,574,029	48,368	-	207,622,396	(4,588,783)	(590,268)	-	(5,179,051)	202,443,346	202,985,246

Equivalent in Uruguayan pesos:

06/30/2025										12/31/2024
Item	Gross Carrying Amount				Depreciations				Net carrying amount	Net carrying amount
	Opening balances	Additions	Translation adjustment	Closing balances	Accumulated at the beginning of the period	Depreciation for the period	Translation adjustment	Accumulated at closing		
Lands	7,777,848,576	-	(797,447,462)	6,980,401,114	-	-	-	-	6,980,401,114	7,777,848,576
Improvements	1,024,089,775	-	(104,997,903)	919,091,872	(178,672,396)	(16,370,800)	19,241,150	(175,802,046)	743,289,826	845,417,379
Other improvements	29,314,272	1,695,803	(3,087,955)	27,922,120	(5,876,976)	(1,415,536)	681,703	(6,610,809)	21,311,311	23,437,296
Machinery	12,338,480	-	(1,265,040)	11,073,440	(6,580,513)	(586,719)	707,734	(6,459,498)	4,613,942	5,757,967
Machinery and equipment O.M.	113,295,740	323,885	(11,640,400)	101,979,225	(9,495,503)	(4,555,646)	1,229,763	(12,821,386)	89,157,839	103,800,237
Improvements O.M.	190,070,298	-	(19,487,533)	170,582,765	(1,583,920)	(1,807,643)	264,212	(3,127,351)	167,455,414	188,486,378
Total	9,146,957,141	2,019,688	(937,926,293)	8,211,050,536	(202,209,308)	(24,736,344)	22,124,562	(204,821,090)	8,006,229,446	8,944,747,833



NOTE 6 - IMPORTS IN PROGRESS

In the six-month period ended June 30, 2025, the balance of "Imports in Progress" corresponds to the purchase of new machinery and machinery spare parts for the Olimar Mill for an amount of USD 61,118, equivalent to UYU 2,417,103.

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

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

	June 30, 2025		December 31, 2024	
	UYU	Equivalent in USD	UYU	Equivalent in USD
Assets				
Trade receivable and other accounts receivables	9,943,652	251,432	6,991,663	158,663
Other non-financial assets	218,351,646	5,521,181	254,207,694	5,768,794
Cash and cash equivalents	350,583	8,865	175,464	3,982
Total assets	228,645,881	5,781,478	261,374,821	5,931,439
Liabilities				
Deferred tax	269,679,453	6,819,041	348,852,831	7,916,599
Trade payables and other accounts payable	223,306,328	5,646,464	295,785,650	6,712,332
Total liabilities	492,985,781	12,465,505	644,638,481	14,628,931
Net position	(264,339,900)	(6,684,027)	(383,263,660)	(8,697,492)

The U.S. dollar exchange rate was UYU 39.548 as of June 30, 2025, and UYU 44.066, as of December 31, 2024.

NOTE 8 – EQUITY

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

Date	USD	Equivalent in UYU
04/11/2019	39,600,000	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 June 30, 2025, and December 31, 2024, the balance of “Adjustments to Equity” included the initial issuance costs totaling USD 309,720, equivalent to UYU 10,723,512.

The balance of the “Revaluation Reserve” includes the accumulated revaluation of property, plant, and equipment, net of the deferred tax effect, which amounts to USD 56,076,249, equivalent to UYU 2,437,714,376, as of December 31, 2024.

In addition, for the purpose of presenting the financial statements in Uruguayan pesos, equity adjustments also include the foreign exchange translation reserve, which amounted to UYU 3,109,362,136 as of December 31, 2024, and UYU 629,012,871 as of June 30, 2025.

NOTE 9 – COMMITMENTS

As of June 30, 2025, the Trust had commitments arising from grazing contracts amounting to USD 209,270, covering 30,497 hectares of grazing land.

NOTE 10 - BALANCES AND TRANSACTIONS WITH RELATED PARTIES

a) Trade payables and other accounts payable to related parties are composed as follows:

	USD		Equivalent in UYU	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Trade payables				
Agro Empresa Forestal S.A.	420,133	462,483	16,615,438	20,379,776
	420,133	462,483	16,615,438	20,379,776

b) Transactions with related parties are composed as follows:

	USD			
	Quarter end		Six-month period ended	
	06/30/2025	06/30/2024	06/30/2025	06/30/2024
Accrued fees				
Agro Empresa Forestal S.A.	921,564	849,765	1,843,128	1,957,491
	921,564	849,765	1,843,128	1,957,491

	Equivalent in UYU			
	Quarter ended		Six-month period ended	
	06/30/2025	06/30/2024	06/30/2025	06/30/2024
Accrued fees				
Agro Empresa Forestal S.A.	38,028,953	33,104,329	77,338,265	75,873,998
	38,028,953	33,104,329	77,338,265	75,873,998



NOTE 11 - FINANCIAL RISK MANAGEMENT

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

11.1 Credit Risk

Credit Risk is the risk of financial loss that the Trust may face if a debtor or counterparty to 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 is the risk that the Trust may not be able to meet its financial obligations as they fall due. Its main obligation consists of the settlement of participation certificates. As indicated in Note 1, these certificates grant their holders the right to participate in the results.

The Trust's exposure to this risk is not significant, in light of the business plan set forth in the Trust Agreement and the restrictions on the types of assets in which the Trust may invest.

11.3 Market Risk

Market risk is the risk that changes in market prices, such as exchange and interest rates, may affect the Trust's income or the value of the financial instruments it holds.

a) Currency Risk

The Trust is exposed to this risk because of its monetary position in Uruguayan pesos (Note 7). The table below shows the Trust's sensitivity to a 10% appreciation or depreciation of the Uruguayan peso against the U.S. dollar. The sensitivity analysis includes all outstanding monetary items denominated in foreign currency. If the Uruguayan peso were to depreciate by 10% against the U.S. dollar, comprehensive income for the period would increase by USD 742,670, equivalent to UYU 26,433,990. Conversely, a 10% appreciation of the Uruguayan peso would decrease comprehensive income by USD 607,639, equivalent to UYU 34,179,142.

b) Interest Rate Risk

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

c) Price Risk

Price risk refers to the possibility that changes in market prices relevant to the Trust's business activities may affect its income or the value of financial and non-financial instruments held. The main assets exposed to this risk at each reporting date are as follows:

	USD		Equivalent in UYU	
	06/30/2025	12/31/2024	06/30/2025	12/31/2024
Inventories	11,425,750	7,776,571	451,865,555	342,682,360
Property, plant and equipment (land)	176,504,529	176,504,529	6,980,401,114	7,777,848,576
Biological asset	363,770,946	366,256,229	14,386,413,391	16,139,446,966
	551,701,225	550,537,329	21,818,680,060	24,259,977,902

NOTE 12 – SUBSEQUENT EVENTS

After June 30, 2025, no events or circumstances have occurred that would significantly affect the Trust's financial position, operating results, or cash flows.

