

Logicalis Ireland Limited

Annual Report
for the financial year ended
28 February 2025

Registered number 184027

LOGICALIS IRELAND LIMITED

ANNUAL REPORT

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LOGICALIS IRELAND LIMITED

DIRECTORS AND OTHER INFORMATION

CURRENT DIRECTORS

Mark Lewis
Craig Baxter
Neil Eke

COMPANY SECRETARY

Mark Lewis

**REGISTERED OFFICE AND
BUSINESS ADDRESS**

Unit 1
First Floor
Donnybrook House
Donnybrook Road
Dublin 4

INDEPENDENT AUDITORS

PricewaterhouseCoopers
Chartered Accountants and Statutory Audit Firm
One Albert Quay
Albert Quay
Cork

SOLICITORS

Beauchamps Solicitors
Riverside Two
Sir John Rogerson's Quay
Dublin 2

LOGICALIS IRELAND LIMITED

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the financial year ended 28 February 2025.

PRINCIPAL ACTIVITIES

The principal activity of the company is the holding of investments.

BUSINESS REVIEW, RESULTS & DIVIDENDS

The company earned a profit before taxation of €261,320 (2024: €Nil).

The net current liabilities position of the company as at 28 February 2025 amounted to €61,378 (2024: net current liabilities €76,316).

The directors paid a dividend of €261,320 in the current financial year (2024: €Nil).

FUTURE DEVELOPMENTS

There are no plans to materially change the company's activities in the future.

PRINCIPAL RISKS AND UNCERTAINTIES

The directors consider that the principal risks and uncertainties faced by the company are in the following categories:

Economic risk

- The risk of economic conditions in Ireland and the global economy having an adverse impact on served markets resulting in customer budgetary cuts and financial failures.
- The loss of a key vendor agreement.
- The risk of adverse exchange movements.

These risks are managed by tightly managed product procurement and strict cost controls.

Competition risk

The directors of the company manage competition risk through close attention to customer service levels.

Financial risk

The company has budgetary and financial reporting procedures, supported by appropriate key performance indicators, to manage credit, liquidity and other financial risk.

DIRECTORS AND SECRETARY

The directors, who served at any time during the financial year except as noted, were as follows:

Directors:

| | |
|---------------------|----------------------------|
| Mark Lewis | |
| Craig Baxter | (appointed 28 March 2024) |
| Neil Eke | (appointed 1 October 2024) |
| Leopoldo Dal Bianco | (resigned 16 July 2025) |

Secretary:

Mark Lewis

DIRECTORS' AND SECRETARY'S INTERESTS IN SHARES AND DEBENTURES

The directors and secretary of the company who held office at 28 February 2025 had no beneficial interest in the shares of the company at 28 February 2025 or at 01 March 2024.

GOING CONCERN

The directors have considered the basis of preparation of the financial statements for the year ended 28 February 2025. The financial statements have been prepared on the basis that the company is a going concern. The company meets its day-to-day working capital requirements through net cash inflow from operations, cash resources and, if required, intercompany and bank financing.

The balance sheet shows that the company has net assets of €76,184 (2024: €76,184) and net current liabilities of €61,378 (2024: net current liabilities €76,316).

In assessing whether the going concern assumption is appropriate, the directors have taken into account all available information up to 31 December 2026, being at least 12 months following the approval of these financial statements. The company's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the company should be able to continue to operate within the level of its current arrangements. After making all necessary enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Therefore, these financial statements have been prepared on a going concern basis.

POLITICAL DONATIONS

The Companies Act 2014 section 326 (2)(d) requires companies to disclose all political donations over €200 in aggregate made during the financial year. The directors, on enquiry, have satisfied themselves that no such donations in excess of this amount have been made by the company.

EVENTS AFTER THE BALANCE SHEET DATE

There were no significant post balance sheet events affecting the company.

ACCOUNTING RECORDS

The measures that the directors have taken to secure compliance with the requirements of sections 281 to 285 of the Companies Act 2014 with regard to the keeping of accounting records are the employment of appropriately qualified accounting personnel and the maintenance of computerised accounting systems. The accounting records are maintained at the company's registered office at Unit 1, First Floor, Donnybrook House, Donnybrook Road, Dublin 4.

STATEMENT OF RELEVANT AUDIT INFORMATION

So far as each of the directors in office at the date of approval of the financial statements is aware:

- a) There is no relevant audit information of which the company's auditors are unaware; and
- b) The Directors have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of Section 330 of the Companies Act 2014 (as amended).

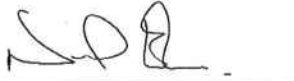
LOGICALIS IRELAND LIMITED

DIRECTORS' REPORT (CONTINUED)

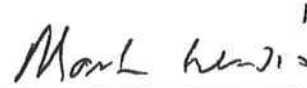
INDEPENDENT AUDITORS

The independent auditors, PricewaterhouseCoopers, Chartered Accountants and Statutory Audit Firm, continue in office in accordance with Section 383(2) of the Companies Act 2014.

Approved by the Board and signed on its behalf by:



Neil Eke
Director



Mark Lewis
Director

Date: 12/12/2025

LOGICALIS IRELAND LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the directors' report and the financial statements in accordance with Irish law.

Under that law the directors have prepared the financial statements in accordance with Irish Generally Accepted Accounting Practice (accounting standards issued by the UK Financial Reporting Council, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* and Irish law).

Under Irish law, the directors shall not approve the financial statements unless they are satisfied that they give a true and fair view of the company's assets, liabilities and financial position as at the end of the financial year and the profit or loss of the company for the financial year.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards and identify the standards in question, subject to any material departures from those standards being disclosed and explained in the notes to the financial statements; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in business.

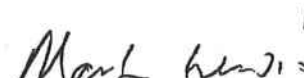
The directors are responsible for keeping adequate accounting records that are sufficient to:

- correctly record and explain the transactions of the company;
- enable, at any time, the assets, liabilities, financial position and profit or loss of the company to be determined with reasonable accuracy; and
- enable the directors to ensure that the financial statements comply with the Companies Act 2014 and enable those financial statements to be audited.

The directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



Neil Eke
Director



Mark Lewis
Director

Date: 12/12/2025

Independent auditors' report to the members of Logicalis Ireland Limited

Report on the audit of the financial statements

Opinion

In our opinion, Logicalis Ireland Limited's financial statements:

- give a true and fair view of the company's assets, liabilities and financial position as at 28 February 2025 and of its profit for the year then ended;
- have been properly prepared in accordance with Generally Accepted Accounting Practice in Ireland (accounting standards issued by the Financial Reporting Council of the UK, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and Irish law); and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

We have audited the financial statements, included within the Annual Report, which comprise:

- the balance sheet as at 28 February 2025;
 - the profit and loss account for the year then ended;
 - the statement of changes in equity for the year then ended; and
 - the notes to the financial statements, which include a description of the accounting policies.
-

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) ("ISAs (Ireland)") and applicable law.

Our responsibilities under ISAs (Ireland) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Ireland, which includes IAASA's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the company's ability to continue as a going concern.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

With respect to the Directors' Report, we also considered whether the disclosures required by the Companies Act 2014 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (Ireland) and the Companies Act 2014 require us to also report certain opinions and matters as described below:

- In our opinion, based on the work undertaken in the course of the audit, the information given in the Directors' Report for the year ended 28 February 2025 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.
- Based on our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Directors' Report.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Directors' Responsibilities Statement set out on page 6, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view.

The directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Our audit testing might include testing complete populations of certain transactions and balances, possibly using data auditing techniques. However, it typically involves selecting a limited number of items for testing, rather than testing complete populations. We will often seek to target particular items for testing based on their size or risk characteristics. In other cases, we will use audit sampling to enable us to draw a conclusion about the population from which the sample is selected.

A further description of our responsibilities for the audit of the financial statements is located on the IAASA website at:

https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf

This description forms part of our auditors' report.



Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with section 391 of the Companies Act 2014 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Companies Act 2014 opinions on other matters

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
 - In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited.
 - The financial statements are in agreement with the accounting records.
-

Other exception reporting

Directors' remuneration and transactions

Under the Companies Act 2014 we are required to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by sections 305 to 312 of that Act have not been made. We have no exceptions to report arising from this responsibility.

Shane O'Regan
for and on behalf of PricewaterhouseCoopers
Chartered Accountants and Statutory Audit Firm
Cork
12 December 2025

LOGICALIS IRELAND LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025**

| | | 2025 | 2024 |
|--------------------------------------|--------------|----------------|-------------|
| | <i>Notes</i> | € | € |
| Other income | 3 | 261,320 | - |
| | | <hr/> | <hr/> |
| PROFIT BEFORE TAXATION | | 261,320 | - |
| Taxation | 5 | - | - |
| | | <hr/> | <hr/> |
| PROFIT FOR THE FINANCIAL YEAR | | 261,320 | - |
| | | <hr/> <hr/> | <hr/> <hr/> |

All recognised gains and losses for the current financial year and prior financial year been included in the profit and loss account above. Results derive solely from continuing operations.

The notes on pages 13 to 20 form an integral part of these financial statements.

LOGICALIS IRELAND LIMITED

**BALANCE SHEET
AS AT 28 FEBRUARY 2025**

| | <i>Notes</i> | 2025 € | 2024 € |
|-------------------------------------------------------|--------------|------------------|------------------|
| Fixed assets | | | |
| Financial assets | 6 | 137,562 | 152,500 |
| Current assets | | | |
| Debtors | 7 | 76,167 | 61,229 |
| Creditors: amounts falling due within one year | 8 | (137,545) | (137,545) |
| Net current liabilities | | (61,378) | (76,316) |
| NET ASSETS | | 76,184 | 76,184 |
| Capital and reserves | | | |
| Called up share capital presented as equity | 9 | 76,184 | 76,184 |
| SHAREHOLDERS' FUNDS | | 76,184 | 76,184 |

The financial statements were approved and authorised for issue by the Board of Directors on12/12/2025..... and signed on its behalf by:



 Neil Eke
 Director



 Mark Lewis
 Director

LOGICALIS IRELAND LIMITED**STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025**

| | <i>Notes</i> | Called up share capital presented as equity € | Profit and loss account € | Total € |
|----------------------------|--------------|----------------------------------------------------------------------|--------------------------------------------------|--------------------|
| At 1 March 2023 | | 76,184 | - | 76,184 |
| Result for financial year | | - | - | - |
| At 29 February 2024 | | 76,184 | - | 76,184 |
| Profit for financial year | | - | 261,320 | 261,320 |
| Dividends paid | <i>11</i> | - | (261,320) | (261,320) |
| At 28 February 2025 | | 76,184 | - | 76,184 |

1. ACCOUNTING POLICIES

The principal accounting policies are summarised below. The accounting policies and measurement bases have all been applied consistently throughout the financial year and to the preceding financial year.

General information and basis of accounting

Logicalis Ireland Limited (registered number 184027) is a company, limited by shares, registered in Ireland under the Companies Act 2014. The address of the registered office is Unit 1, First Floor, Donnybrook House, Donnybrook Road, Dublin 4, Ireland. The nature of the company's operations and its principal activities are set out in the Directors' Report.

The financial statements have been prepared under the historical cost convention, modified to include certain items at fair value, and in accordance with the Companies Act 2014 and Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council.

The functional currency of Logicalis Ireland Limited is considered to be EUR because that is the currency of the primary economic environment in which the company operates.

Consolidation exemption

The company has availed of the exemption from preparing consolidated accounts on the basis that it is itself a 100% subsidiary undertaking of another undertaking established under the law of a non-EEA Member State. The smallest group into which the results of the company are consolidated is Logicalis International Limited. Copies of the consolidated financial statements of Logicalis International Limited are available from the registered office: Building 8, Ground Floor, Foundation Park, Roxborough Way, Maidenhead, Berkshire, SL6 3UD, United Kingdom.

Going Concern

The directors have considered the basis of preparation of the financial statements for the year ended 28 February 2025. The financial statements have been prepared on the basis that the company is a going concern. The company meets its day-to-day working capital requirements through net cash inflow from operations, cash resources and, if required, intercompany and bank financing.

The balance sheet shows that the company has net assets of €76,184 (2024: €76,184) and net current liabilities of €61,378 (2024: net current liabilities €76,316).

In assessing whether the going concern assumption is appropriate, the directors have taken into account all available information up to 31 December 2026, being at least 12 months following the approval of these financial statements. The company's forecasts and projections, taking account of reasonably possible changes in trading performance, show that the company should be able to continue to operate within the level of its current arrangements. After making all necessary enquiries, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Therefore, these financial statements have been prepared on a going concern basis.

Financial fixed assets

Financial assets are shown at cost less impairment. Provisions for temporary fluctuations in value are made if material. Income is recognised, together with the related tax, in the period in which it is receivable.

1. ACCOUNTING POLICIES (CONTINUED)

Foreign currency

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the Balance Sheet date are reported at the rates of exchange prevailing at that date.

Exchange differences are recognised in the Statement of Income and Retained Earnings in the period in which they arise except for:

- exchange differences on transactions entered into to hedge certain foreign currency risks (see above); and
- exchange differences arising on gains or losses on non-monetary items which are recognised in the Statement of Comprehensive Income.

Taxation

Current tax, including Irish corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the Balance Sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the Balance Sheet date. Timing differences are differences between the Company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

When the amount that can be deducted for tax for an asset that is recognised in a business combination is less (more) than the value at which it is recognised, a deferred tax liability (asset) is recognised for the additional tax that will be paid (avoided) in respect of that difference. Similarly, a deferred tax asset (liability) is recognised for the additional tax that will be avoided (paid) because of a difference between the value at which a liability is recognised and the amount that will be assessed for tax.

Deferred tax liabilities are recognised for timing differences arising from investments in subsidiaries and associates, except where the Company is able to control the reversal of the timing difference and it is probable that it will not reverse in the foreseeable future.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the Balance Sheet date that are expected to apply to the reversal of the timing difference. Deferred tax relating to property, plant and equipment measured using the revaluation model and investment property is measured using the tax rates and allowances that apply to sale of the asset.

Where items recognised in the Statement of Comprehensive Income or equity are chargeable to or deductible for tax purposes, the resulting current or deferred tax expense or income is presented in the same component of comprehensive income or equity as the transaction or other event that resulted in the tax expense or income.

1. ACCOUNTING POLICIES (CONTINUED)

Taxation (Continued)

Current tax assets and liabilities are offset only when there is a legally enforceable right to set off the amounts and the Company intends either to settle on a net basis or to realise the asset and settle the liability simultaneously. Deferred tax assets and liabilities are offset only if: a) the Company has a legally enforceable right to set off current tax assets against current tax liabilities; and b) the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same taxation authority on the Company and the Company intends either to settle current tax liabilities and assets on a net basis, or to realise the assets and settle the liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

Impairment of assets

Assets, other than those measured at fair value, are assessed for indicators of impairment at each Balance Sheet date. If there is objective evidence of impairment, an impairment loss is recognised in the Statement of Income and Retained Earnings as described below.

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial in such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and bank overdrafts. Bank overdrafts are shown within borrowings in creditors: amounts falling due within one year.

Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities.

Financial assets and liabilities

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through the Statement of Income and Retained Earnings, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Financial assets and liabilities are only offset in the Balance Sheet when, and only when, there exists a legally enforceable right to set off the recognised amounts and the Company intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously. Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

1. ACCOUNTING POLICIES (CONTINUED)

Financial assets and liabilities (Continued)

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through the Statement of Income and Retained Earnings, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Financial assets and liabilities are only offset in the Balance Sheet when, and only when, there exists a legally enforceable right to set off the recognised amounts and the Company intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously. Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

- (a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.
- (b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.
- (c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).
- (d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.
- (e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.
- (f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through the Statement of Income and Retained Earnings.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the Company transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the Company, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

1. ACCOUNTING POLICIES (CONTINUED)

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the Balance Sheet date, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Ordinary share capital

The ordinary share capital of the Company is presented as equity.

Dividends

Equity dividends are recognised when they become legally payable. Interim equity dividends are recognised when paid. Final equity dividends are recognised when approved by the shareholders at an annual general meeting.

2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the company's accounting policies, which are described in Note 1, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

There are no critical judgements or estimates that the directors have made in the process of applying the company's accounting policies and that have the most significant effect on the amounts recognised in the financial statements.

| 3. OTHER INCOME | 2025 | 2024 |
|--------------------------|-----------------------------|-----------------------------|
| | € | € |
| Dividend income (note 6) | (261,320) | - |
| | <u> </u> | <u> </u> |

LOGICALIS IRELAND LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025**

4. EMPLOYEES

The average number of employees, including executive directors, during the financial year, analysed by category, was Nil (2024: Nil).

5. TAXATION

2025
€

2024
€

(a) Analysis of charge in the financial year

Current tax

Irish corporation tax on profit for the financial year -
Adjustments in respect of previous years -

Tax charge on profit on ordinary activities

(b) Factors affecting tax charge

Tax reconciliation

Profit before taxation

261,320

Profit before taxation multiplied by the
standard rate of corporation tax at 12.5 % (2024: 12.5%)

32,665

Effects of:

Nontaxable income

(32,665)

Total tax charge for the financial year

(c) The company had unrecognised deferred tax assets of €Nil (2024: €Nil).

LOGICALIS IRELAND LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025**

| 6. FINANCIAL ASSETS | 2025 | 2024 |
|-----------------------------------------------------------------|-----------------|-------------|
| | € | € |
| Investment in subsidiaries – at cost and net book value: | | |
| At 01 March 2024 | 152,500 | 152,500 |
| Return of capital | (14,938) | - |
| At 28 February 2025 | 137,562 | 152,500 |

None of the shares of the subsidiary undertakings are listed on a recognised stock exchange. In the opinion of the directors the shares in and loans to the company's subsidiaries are worth at least the amounts at which they are stated in the balance sheet.

Details of the company's interest in its subsidiaries relating to the current financial year and prior financial year are as follows:

| Name | Registered office | Holding | Nature of business |
|--------------------------------------|--------------------------|----------------|------------------------------|
| Logicalis Solutions Limited | Dublin | 100% | Supply of computer solutions |
| Logicalis Technical Services Limited | Dublin | 100% | Dissolved 06 September 2024 |
| Logicalis Technology Limited | Dublin | 100% | Supply of computer solutions |

The company received a dividend of €276,258 on 30th April 2024 following the Liquidation of Logicalis Technical Services Limited, this was recorded as a return of capital of €14,938 and dividend income of €261,320. Logicalis Technical Services Limited was dissolved on 06 September 2024.

| 7. DEBTORS | 2025 | 2024 |
|--------------------------------------|-------------|-------------|
| | € | € |
| Amounts falling due within one year: | | |
| Amounts owed by group companies | 76,167 | 61,229 |

Amounts owed by group companies are repayable on demand and interest free.

| 8. CREDITORS: amounts falling due within one year | 2025 | 2024 |
|----------------------------------------------------------|----------------|-------------|
| | € | € |
| Amounts owed to group companies | 137,545 | 137,545 |

Amounts owed to group companies are repayable on demand and interest free.

LOGICALIS IRELAND LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
FOR THE FINANCIAL YEAR ENDED 28 FEBRUARY 2025**

| 9. CALLED UP SHARE CAPITAL PRESENTED AS EQUITY | 2025 | 2024 |
|------------------------------------------------------------------------------|---------------|-------------|
| | € | € |
| Issued: | | |
| 60,000 (2024: 60,000) ordinary shares of €1.269738 (2024: €1.269738) each | 76,184 | 76,184 |
| | <hr/> | <hr/> |
| Presented as follows: | | |
| Called up share capital presented as equity | 76,184 | 76,184 |
| | <hr/> | <hr/> |

The company has one class of ordinary shares which carry no right to fixed income.

10. RESERVES

The profit and loss reserve represents cumulative profits or losses, net of dividends paid, and other adjustments.

| 11. DIVIDENDS PAID | 2025 | 2024 |
|------------------------------------------------------------------------------------------------|----------------|-------------|
| | € | € |
| A dividend of €261,320 (2024: €Nil) being €4.35533 (2024: €Nil) per ordinary share was paid | 261,320 | - |
| | <hr/> | <hr/> |

12. RELATED PARTY TRANSACTION

The directors have availed of the exemption available under Section 33 FRS 102 "Related Party Disclosures", which permits subsidiaries 100% of whose voting rights are controlled within the group, not to disclose transactions with other wholly owned entities of the group.

13. ULTIMATE PARENT UNDERTAKING/CONTROLLING PARTY

The company is a wholly owned subsidiary of Logicalis International Limited, a company incorporated and operating in England. The company's ultimate parent undertaking is Datatec Limited, a company incorporated in the Republic of South Africa.

The smallest group into which the results of the company are consolidated is Logicalis International Limited and the largest group in which the results of the company are consolidated is that of Datatec Limited. Copies of the consolidated financial statements of Logicalis International Limited are available from the registered office: Building 8, Ground Floor, Foundation Park, Roxborough Way, Maidenhead, Berkshire, SL6 3UD, United Kingdom.

Copies of the consolidated financial statements of Datatec Limited are available on the Datatec website www.datatec.com or from Datatec Head Office, 15th floor The Leonardo, 75 Maude Street, Sandown, Sandton, 2146, South Africa.

14. POST BALANCE SHEET EVENTS

There were no significant post balance sheet events affecting the company.

Company Registration No. 05399733

Logicalis International Limited

Annual Report and Consolidated Financial Statements

Year Ended 28 February 2025



LOGICALIS INTERNATIONAL LIMITED

Annual Report and Consolidated Financial Statements

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LOGICALIS INTERNATIONAL LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

Directors

R B Bailkoski
S E Radcliffe
C Baxter
I P Dittrich
J P Montanana

Secretary

G Raveendran

Registered Office

Building 8, Ground Floor
Foundation Park
Roxborough Way
Maidenhead
England
SL6 3UD

Solicitor

Squire Patton Boggs (UK) LLP
Rutland House
148 Edmund Street
Birmingham
England
B3 2JR

Banker

HSBC Bank plc
26 Broad Street
Reading
England
RG1 2BU

Independent Auditors

PricewaterhouseCoopers LLP
3 Forbury Place
23 Forbury Road
Reading
England
RG1 3JH

LOGICALIS INTERNATIONAL LIMITED

STRATEGIC REPORT

The Directors present their annual report and the audited consolidated financial statements for the year ended 28 February 2025.

Principal activities and business review

Logicalis International Limited (“Logicalis”) is an international multi-skilled solution provider, providing digital enablement services to help customers harness digital technology and innovate services to deliver powerful business outcomes.

Logicalis’ customers cross industries and geographical regions; and the Group’s focus is to engage in the dynamics of its customers’ vertical markets; including TMT (telecommunications, media and technology), financial services, healthcare, manufacturing, education, professional services, government, retail and utilities and apply the skills of its 4,304 (2024: 4,346) employees (employee figures stated as at year end) in modernising key digital pillars; data centre and cloud services, security and network infrastructure, workspace communications and collaboration, data and information strategies and IT operation modernisation.

Logicalis is the advocate for its customers for some of the world’s leading technology companies including Cisco, Dell EMC, HPE, IBM, Microsoft, NetApp, Nokia, Oracle, Palo Alto, Red Hat and VMware.

Logicalis’ executive management team is focused on building a strong business through organic growth and acquisition and has delivered a strong financial performance in the year under review.

Logicalis achieved a revenue of \$1,177 million (2024: \$1,251 million) for the year ended 28 February 2025. Revenue decreased in Europe and the US compared to prior year as a result of mix change towards greater services and net accounted software revenue. On a constant currency basis (translating foreign currencies utilising exchange rates in existence during the prior year resulting in a conversion currency adjustment of \$8 million to arrive at an adjusted revenue figure of \$1,185 million), revenues decreased by 5%, showing trading performance of subsidiaries in relevant local currency.

Logicalis achieved gross margins of 30.3% (2024: 27.1%). EBITDA (or “Operating profit before separable items”, please see Consolidated Income Statement for reconciliation) increased by 37.4% to \$91.7 million (2024: \$66.7 million), resulting in an EBITDA margin of 7.8% (2024: 5.3%). After charges for depreciation and amortisation of intangible assets, impairments and management fees, operating profit was \$60.9 million (2024: \$25.4 million). The increase in operating profit was a result of stronger gross margin % achieved for professional services and products as well as lower operating costs as a result of restructuring actions taken in prior years and continued efforts by management to reduce costs.

The net assets of the Group as at 28 February 2025 were \$169.2 million compared to \$145.7 million at 29 February 2024.

DSO (Days Sales Outstanding, calculated on a cumulative countback method by deducting gross revenue, inclusive of sales taxes from trade receivables) for accounts receivable of 39 days (2024: 42 days) at year-end. Logicalis’s DPO (Days Payables Outstanding, calculated on a cumulative countback method by deducting gross cost of sales from trade payables and accrued product costs) for accounts payable is at 98 days (2024: 89 days) at the end of the financial year. Net cash (being cash on hand and at bank, less bank overdrafts and loans) was \$13.1 million (2024: net overdraft of \$17.7 million). The operating cash conversion ratio (being net cash generated by operating activities divided by EBITDA) for the year was 70.1% (2024: 65.5%) reflecting improved profitability.

Developments during the year

On 1 March 2024, LGLP Proprietary Limited, a fully owned subsidiary of Datatec Limited was transferred to Logicalis International Limited for consideration of ZAR 1.

On 20 February 2025, Logicalis SA (Pty) Ltd increased its shareholding in Mars Investment Holdings (Pty) Limited by 40%, resulting in Mars Investment Holdings (Pty) Limited being a wholly owned subsidiary. On 28 February 2025, Logicalis SA (Pty) Ltd disposed of its 100% shareholding in Mars Investment Holdings (Pty) Limited for total consideration of \$0.8 million resulting in a profit on disposal of \$0.6 million (see note 26).

LOGICALIS INTERNATIONAL LIMITED

STRATEGIC REPORT (CONTINUED)

Future prospects

Despite uncertain political and economic challenges in many parts of the world, Logicalis expects to deliver improved financial performance in FY26 and benefit from strong technology fundamentals.

Logicalis continues to manage its businesses efficiently and mitigate the effects of high interest rates through effective working capital management and improving supply chains.

Logicalis continues to develop its capabilities within cloud, IoT, software, security, data management and intelligent networks in support of its strategy to provide full life-cycle solutions around IT infrastructure to its customers.

The future will likely involve hybrid workplaces for part-time office and remote workers. Preparing and planning for this environment will be essential in providing a better digital experience for customers, partners and employees.

Logicalis remains confident about the long-term prospects for the industry and its positioning within it. Over the short-term, macroeconomic conditions are expected to remain uncertain.

Principal risks, uncertainties and financial risks

The Logicalis International Limited Board of Directors is responsible for the total process of risk management throughout the Logicalis International Group ("Group") as well as forming an opinion on the effectiveness of the process.

The Board monitors risk management activities and actively participates in discussions around risk topics raised.

Each of the Group's subsidiaries regularly reviews their strategic risks and follows a consistent approach by identifying and prioritising 'high-risk' areas. Mitigating actions and associated monitoring and assurance activities are identified for each 'high-risk' area. In addition, responsible executive level staff members have been identified to monitor and manage specific risk areas on behalf of the company on an on-going basis.

This allows the Group to:

- better understand the contexts within which risks occur; and
- identify probable areas for risk mitigation and organisational control.

The risk management process has identified certain key risks faced by the Group, which are summarised below. The risks identified below do not necessarily comprise all those affecting the Group and the risks listed are not set out in any particular order of priority. Additional risks and uncertainties not presently known to the Group or the Directors or that the Group or the Directors currently deem immaterial may also adversely affect the Group's business or operations.

Currency exchange risk

Changes in currency rates may harm the financial condition of the Group and its subsidiaries through both translation risk and in the case of subsidiaries, transaction risk. US dollars are the presentation currency of the Group and the currency in which the Group prepares its financial statements. Whilst the Group does implement hedging transactions where appropriate, the Directors cannot predict the effect of exchange rate fluctuations upon future operating results and there can be no assurance that exchange rate fluctuations will not have a material adverse effect on its business, operating results or financial condition. Information about the use of financial instruments by the Company and its subsidiaries to manage the currency exchange risk is given in note 21 to the financial statements.

Use of financial instruments

Information about the use of financial instruments by the Group is given in note 21 to the Consolidated Financial Statements.

Liquidity management

The Group focuses on optimising the current environment, including cost and liquidity management. The Group will continue to assess its ongoing funding requirements as trading conditions change in future and growth opportunities arise, but it is envisaged that the credit capacity currently used across the Group remains adequate for the short to medium term.

LOGICALIS INTERNATIONAL LIMITED

STRATEGIC REPORT (CONTINUED)

Principal risks, uncertainties and financial risks (continued)

Dependence on key vendors

The Group is dependent on certain vendors, particularly including Cisco, Dell EMC, HPE, IBM, Microsoft, NetApp, Nokia, Oracle, Palo Alto, Red Hat and VMware. If any one of the principal vendors to the Group terminates, fails to renew or materially and adversely changes its agreement or arrangements with the Group, it could materially reduce the Group's revenue and operating profit and thereby seriously harm the Group's financial condition and operating results. The Group's management recognises the importance of its vendor partners as one of its key stakeholder groups and assigns the highest priority to maintaining close, transparent relationships with them for the mutually beneficial development of the business.

The Group will continue its programme of diversification of vendor portfolio to reduce reliance on any one specific vendor and maintain strong and transparent relationships with them.

Product and volume related rebates, discounts and allowances

The Group receives significant benefits from product and volume related rebates, discounts and allowances and other programmes from vendors based on various factors. A decrease in purchases and/or sales of a particular vendor's products could negatively affect the amount of volume rebates the Group receives from such vendor. In addition, vendors may change their programmes or exclude the Group from time to time from participation in some of their programmes. To mitigate the risk the Group maintains active communication channels with vendors with respect to their current and planned programmes and ensures sales personnel are appropriately updated in respect of current vendor plans.

Customers moving to public cloud as part of hybrid cloud strategies

In order to remain relevant to our customer and support their digital transformation, the Group continues to build skills and capability in public cloud as well as enhancing relationships with major providers. The Group continues to make efforts to standardise the core components of its global lifecycle solutions across key markets, making them more scalable.

Cyber security threats

The Group's internal systems are at risk, both from planned changes leading to business interruption and disruption by external "cyber" threats. The Group continued to face the threat of financial crime attempted by "phishing" emails and "social engineering". The Group has high dependence on its key information systems. Threat prevention and detection policies, tools, procedures, and internal controls are continuously being enhanced and audited. Threats are actively monitored and addressed. Disaster recovery, business continuity plans, and incident response are formally documented, reviewed and tested. Phishing campaigns and mandatory security awareness training are conducted regularly throughout the Group.

Management of future growth and acquisition risk

The Group plans to continue to grow, which will place additional demands on the management, customer support, administrative and technological resources of the Group. If the Group is unable to manage its growth effectively, its business operations or financial condition may deteriorate. To date, the Group's business has grown through acquisitions and through organic growth.

The Group will continue to consider further acquisition opportunities. If the Group is unable to integrate an acquired company or business successfully, such acquisition could lead to disruptions to the business. If the operations or assimilation of an acquired business do not accord with the Group's expectations, the Group may have to decrease the value attributed to the acquired business or realign the Group's structure.

To mitigate this risk, the Group undertakes extensive due diligence of potential acquisitions, including detailed integration planning. These processes are managed and directed by Datatec Limited's central team.

Country and political risk

The Group operates in a number of geographies and is exposed to a range of external economic and political risks arising from political instability and unforeseen changes to the regulatory environment in certain countries. This has the potential to disrupt business in any countries affected. The Group's diverse portfolio of offerings, geographic spread, flexibility and experience help to mitigate the exposure and allows Logicalis to operate and develop the business successfully during periods of economic or political change.

LOGICALIS INTERNATIONAL LIMITED

STRATEGIC REPORT (CONTINUED)

Principal risks, uncertainties and financial risks (continued)

Macroeconomic environment

Volatility in macroeconomic conditions create uncertainty and can impact our ability to create value and deliver results. The Group conducts thorough market analyses and monitor the macroeconomic factors in volatile markets.

Dependence on key personnel

The Group's future success depends largely upon the continued employment of its executive directors, senior management and key sales, technical and marketing personnel. Certain of these key employees have established business relationships with principal vendors and customers which are particularly important to the business of the Group. The executive directors, senior management team and key sales, technical and marketing personnel would be difficult to replace and the loss of any of these key employees could harm the business and prospects of the Group, although this risk is mitigated by succession planning.

Retention and acquisition of talent

To attract and retain the best local and international talent remain a key dependency to enhance business performance and deliver results. The Group continues to review its tools (career bands and performance management, engagement scores, employee value proposition) to ensure it remains attractive in the market.

LOGICALIS INTERNATIONAL LIMITED

STRATEGIC REPORT (CONTINUED)

Section 172 statement

The Logicalis Board is required to understand the views of the Group's key stakeholders and describe in the annual report how their interests and the matters set out in s172 (1) of the Companies Act 2006 have been considered in Board discussions and decision making. The Board considers that throughout the year, it has acted in a way and made decisions that would most likely promote the success of the Group for the benefit of its members as a whole, with particular regard to:

| Section 172 (1) Factor | Engagement activities | References |
|--------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p>a) the likely consequences of any decision in the long term</p> | <p>Logicalis aims to create value for all stakeholders in the short, medium and long-term.</p> <p>Understanding the needs and expectations of our stakeholders is fundamental to achieving this.</p> <p>The Board and board committees have regular meetings (on a quarterly basis) where key issues are discussed and addressed. The Group's strategy and business plans are approved annually by the Board. The Board also assesses how the strategy underpins long term value creation by discussing and approving a three-year plan.</p> | <p>Refer to the strategic report in particular:</p> <ul style="list-style-type: none"> • Principal activities and business review on page 2 • Corporate Social Responsibility on page 9-13 • Principal risks, uncertainties and financial risks on page 3 <p>We have disclosed the key issues raised by each stakeholder and our response in addressing these issues.</p> |
| <p>b) the interests of the Company's employees</p> | <p>Logicalis believes that its employees are a key driver of its success and relies on their knowledge and skills. Employees are aligned with the Group's purpose and are expected to uphold its values. They are a key stakeholder group whose needs and expectations are recognised and focused on.</p> | <p>Refer to:</p> <ul style="list-style-type: none"> • Employees on page 9 |
| <p>c) the need to foster the Company's business relationships with suppliers, customers and others</p> | <ul style="list-style-type: none"> • Differentiated global relationship management strengthens partnerships • Active participation at global vendor conferences • Partner enablement programmes to drive global expansion, channel development and scale • Global services capabilities • Vendor satisfaction surveys • Vendor audits and assessments • Implemented digital enablement technology tools to improve customer experience and speed to market • Customer engagement programmes to ensure customer needs and expectations are met • Strong partnership approach to deliver best results • Customer satisfaction surveys • Vendor incubation accelerates access to emerging technologies | <p>Refer to</p> <ul style="list-style-type: none"> • Principal risks, uncertainties and financial risks on page 3 • Going concern on page 14 |
| <p>d) the impact of the Company's operations on the community and the environment</p> | <p>The Group proactively manages its environmental, social and governance impacts and performance. As a global organisation we are committed to supporting the communities in the areas we operate.</p> | <p>Refer to:</p> <ul style="list-style-type: none"> • Corporate Social Responsibility on page 9 -13 |

LOGICALIS INTERNATIONAL LIMITED

STRATEGIC REPORT (CONTINUED)

| Section 172 (1) Factor | Engagement activities | References |
|-----------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p>e) the desirability of the Company maintaining a reputation for high standards of business conduct</p> | <p>Logicalis believes that good corporate governance contributes to enhanced accountability, fairness and transparency. Good governance exists in an environment where roles and responsibilities are clearly defined, forums are conducive to robust debate and performance is regularly reviewed. Logicalis is committed to maintaining the highest standards of ethics and business conduct. The Group has a Code of Conduct ("the Code") detailing the standards expected from all Logicalis employees, including addressing specific matters such as bribery and corruption.</p> | <p>Refer to:</p> <ul style="list-style-type: none"> • Corporate Social Responsibility on page 9 -13 |
| <p>f) the need to act fairly as between members of the Company</p> | <p>The Company is a wholly owned subsidiary of Datatec Limited, a company registered in South Africa. Datatec Limited's shares are listed on the JSE Limited. The application by the Company of the principles of Section 172 (1) of the Companies Act is entirely consistent with the approach of Datatec Limited as set out in its Integrated and Annual Report for 2025.</p> | <p>Refer to:</p> <ul style="list-style-type: none"> • Stakeholder engagement as disclosed on pages 24-25 of the Datatec PLC Annual Report and the Audited Consolidated Annual Financial Statements 2025. |

Stakeholder engagement

Stakeholder engagement as disclosed on pages 24-25 of the Datatec PLC Annual Report and the Audited Consolidated Annual Financial Statements 2025.

LOGICALIS INTERNATIONAL LIMITED

STRATEGIC REPORT (CONTINUED)

Key performance indicators

The Directors use a number of financial and non-financial measures to monitor and analyse performance. The indicators below provide examples of the type of key performance indicators (KPIs) used by the Directors.

| Organic revenue growth | | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <i>Target:</i> To increase revenue year on year, excluding the effect of acquisitions. | 2025: (5.9)% 2024: 2.6% | Lower revenue is a result of mix change towards greater services and net accounted software revenue. This mix towards more margin rich business has resulted in a growth in gross profit. |
| Services mix % | | |
| <i>Target:</i> To continue to increase the services mix year on year. | 2025: 44% 2024: 41% | Services revenue increase has been driven by improved annuity performance and the impact on total revenue of an increase in net accounted software. |
| Gross Margin % | | |
| <i>Target:</i> To maintain or improve the gross margin %. | 2025: 30.3% 2024: 27.1% | With product margins under pressure and the strategic goal of growing the better margin services business, maintaining or improving the gross margin % demonstrates the sustainability of the business. 2025 margins are higher due to a higher services mix and improved product margin % in addition to the impact of an increase in net accounted software. All business segments saw increased in transactional gross margin %. |
| Concentration of product revenue by vendor | | |
| <i>Target:</i> To monitor the reliance on the major vendor partner (Cisco) and remain agile to a change in focus if needed. | 2025: 46% 2024: 51% | The Group's usage of Cisco decreased during 2025 with its share of product revenue falling year-on-year driven by a decrease in Cisco contracts in the Asia and Europe. |
| Operating profit (before Datatec management fees) | | |
| <i>Target:</i> To increase the operating profit of the Group. | 2025: \$65.9m 2024: \$30.3m | Operating profit has improved as a result of improved gross margin % achieved and management actions in prior years to reduce operating costs and improve operating efficiency. |
| Days sales outstanding (DSO) | | |
| <i>Target:</i> To maintain or improve the days sales outstanding for the Group, taking into account the cultural differences in payment terms across the Group. | 2025: 39 2024: 42 | Managing days sales outstanding effectively is a key driver of net cash flow. Days sales outstanding remain at an acceptable level. |
| Cash generated by operations as a percentage of EBITDA | | |
| <i>Target:</i> To convert 70-80% or more of EBITDA into cash. | 2025: 70.1% 2024: 65.5% | Cash conversion is used as a metric to ensure that management remain focused on cash as well as operating profit. 2025 cash conversion has improved due to the increased profitability of the Group. |

Not all KPIs that are used to monitor and analyse the performance of the individual entities are consolidated to provide a Group figure. The following is an example of relevant a non-financial metric used in the monthly reporting review process:

Voluntary staff turnover percentage - this is monitored to ensure that staff retention levels are satisfactory.

Corporate Social Responsibility

Responsible Business Overview & Strategy

At Logicalis we are working to make the world a better place, and our role as a global technology service provider provides both an opportunity and a responsibility to take the lead in contributing solutions for a sustainable future.

Fully aligned to Datatec Group's Responsible Business strategy, Logicalis is committed to doing business responsibly. We believe cultivating long-term value for shared prosperity is critical to our business. We continued to accelerate our efforts to ensure inclusive opportunities and a positive societal impact in FY25 across our regions, consistently driving ESG initiatives in our operations worldwide. This forms part of our responsible business practices, encompassing a holistic view that considers many aspects of the business, from our carbon footprint and overall sustainability to the number of women in our teams.

While the foundations of our global business have always been built on the core principles of ESG, Logicalis has worked to accelerate its sustainability efforts over the last few years. Beginning in 2021 with the formalisation of the Responsible Business strategy, we focused on communicating and adopting, prioritising executive buy-in and employee buy-in, and establishing a global responsible business champions network and committee to enable us to drive our strategy and objectives forward.

The current strategy is focused on delivering initiatives and positive social or environmental impact in three priority areas: our planet, our people and our community, all supported by good governance and communications.

Our People

Logicalis recognises that its people are central to the continued success of its business. By attracting top talent, developing and rewarding high performance, and fostering strong employee engagement, Logicalis aims to be an employer of choice.

There are four key priorities for the people agenda:

- Breadth, depth and diversity of talent
- A strong learning culture
- Effective and empowered leadership teams
- A culture of performance excellence

These priorities are closely aligned with our commitment to sustainable growth and the three pillars of our employee value proposition (EVP): Belong, Grow and Thrive.

Highlights

- Invested \$1.6 million in employees' career development, training, and accreditations
- We delivered our new internal leadership capability program to approximately 100 leaders across all locations, with more in the pipeline for FY26
- Launched our first global Learning Management System (LMS)

Logicalis' leadership teams work closely with its strategic partners to ensure that employees are trained appropriately and have the necessary accreditations. In the interests of its long-term sustainability and to develop and retain its top leadership talent, Logicalis has established a series of international development programmes. It also invests in the development of its technical leadership teams through a tailored programme designed specifically to leaders in its technical teams.

To continue to deliver on our ambition of embedding a learning culture, FY25 saw the launch of Logicalis' first global LMS. Our initial roll-out was to all of our technology and sales teams across all entities. In the nine months of operation to date, this has delivered 1,651 days of learning in total.

To enable Logicalis to understand what its employees think and feel about working for Logicalis, a continuous listening platform gives business leaders access to real-time feedback and analytics from their teams, where improvement opportunities can be easily identified in each operation, followed up by action plans which managers and employees agree upon together.

Logicalis is committed to creating an engaged, diverse and collaborative workforce which is balanced in terms of representation through all employee levels in the organisation. The Company recognises that its people are critical to the ongoing success of its business and strives to attract the best talent from a broad range of backgrounds. It is dedicated

STRATEGIC REPORT (CONTINUED)

Corporate Social Responsibility (continued)

to promoting equity and fairness in the workplace, as well as creating an inclusive environment where all employees feel a sense of belonging and can contribute meaningfully to our shared goals.

Areas of focus in FY25 included investing in processes to attract a wider range of candidates to facilitate diverse talent selection, a programme of inclusion and belonging events, and continued roll out of training programmes (including introductory courses and inclusive leadership training).

Logicalis is committed to supporting its people through every aspect of their wellbeing journeys. It encourages and supports the cultivation of good health habits, the achievement of clarity and balance, and opportunities to stay connected to each other and with our communities.

The employee assistance programmes unique to each Logicalis operation provide professional support in various areas such as emotional support, legal information, financial support, psychological support, medical information, wellbeing assessments, health and nutrition information. The employee assistance programmes strengthen Logicalis's commitment to employee wellbeing and its EVP.

Some of Logicalis' plans for FY26 include:

- Launch the LMS to the rest of the teams in Logicalis – truly delivering on our move towards a learning culture
- Strengthen and invest in leadership succession pipeline through new leadership development opportunities
- Heighten focus on employee wellbeing through the on-going launch and promotion of our EVP. Deliver EVP leader workshops to launch and build understanding of what an EVP is and the role of our leadership teams in its successful delivery
- Continue to invest in our leadership capability through on-going deployment plans for the Connected Leader Program
- Strategic KPIs launched aligned to the delivery of the people strategy
- Publication of the first Logicalis International Inclusion and Belonging framework

Rewarding performance

Most employees at Logicalis have performance objectives which are linked to the strategy of the local business. Talent and succession management reviews of the leadership team in each business are held annually, to focus on the retention and development of Logicalis top leadership talent and effective succession management.

Disability policy

The policy of Logicalis for the employment of disabled persons is to provide equal opportunities with other employees to train for and attain any position in Logicalis, having regard to the maintenance of a safe working environment and the constraints of their disabilities. Logicalis also provides any reasonable adjustments to ensure disabled people have access to their services and employment opportunities; challenges discriminatory assumptions about disabled people; and seeks to continue to improve access to information by ensuring availability of loop systems, braille facilities, alternative formatting and sign language interpretation.

Our Community

Logicalis' social and community development goal is to improve education for the next generation and to support local charities in the communities that it operates in. Its focus is on supporting education in science, technology, engineering, and mathematics subjects (STEM), and enabling opportunities for women and minority groups around the world to enter and be supported within the ICT sector.

Logicalis continued to support these future Architects of Change through education in FY25, implementing 21 community initiatives in this area across the Group in the US, EMEA, and APAC. In total, over \$230,000 was donated by the Company globally to community projects and local charities (both education-focused and other).

Examples of Logicalis' strategic community projects undertaken in FY25 include:

- The Logicalis Bursaries programme in South Africa: provides financial assistance to individuals from previously disadvantaged communities to pursue formal qualifications in STEM-related fields. In FY25, 22 bursaries were awarded worth \$55,000 in funding.

LOGICALIS INTERNATIONAL LIMITED

STRATEGIC REPORT (CONTINUED)

Corporate Social Responsibility (continued)

- The Grad Girls programme in Australia: Logicalis Australia is a proud sponsor of the Grad Girls program, in FY25 40 female graduate students were hosted at the Melbourne office. The event featured a panel discussion on “What I Wish I Knew” with industry representatives and a customer outcome challenge designed to promote collaboration, innovation and problem solving.
- The Apadrina TIC programme in Spain: Logicalis Spain is a key sponsor of this initiative which provided scholarships and mentorship to seven financially disadvantaged STEM students from universities in Catalonia.

In FY25 a Theory of Change was developed for the Logicalis International communities pillar, with a view to clarifying the outcomes and impact sought from our community investments, and improving the quality of projects that we develop. In FY26 the business will be applying the Theory of Change to key existing projects and continue to pursue its long-term strategic community goals.

Our Planet

At Logicalis, we strive to improve our environmental performance in order to contribute to a cleaner, healthier planet, with a focus on our carbon footprint and energy management.

To strengthen our sustainability efforts, the Logicalis Environmental Council was established. This council serves as a central body, providing strategic direction, promoting collaboration, and ensuring accountability for achieving our environmental and climate goals.

Logicalis Targets and Commitments

Logicalis has committed to being a carbon-neutral global organisation by 2025 and formally committed to the SBTi to actively drive a reduction in global emissions. The SBTi has validated Logicalis's science-based targets:

- Reach net-zero greenhouse gas emissions across the value chain by 2050
- Reduce absolute scope 1 and 2 GHG emissions 50% by 2030 from a 2022 base year
- Ensure that 85% of suppliers by spend covering purchased goods and services will have science-based targets by 2028
- Reduce absolute scope 1 and 2 GHG emissions by 90% by 2050 from a 2022 base year
- Reduce absolute scope 3 GHG emissions by 90% within the same timeframe

FY25 Emissions

Our FY25 emissions and progress towards these commitments to date are:

| Carbon emissions (tCO2e) | FY25 | FY24 (restated)* | FY22 (base) |
|--------------------------------------------------|---------|------------------|-------------|
| Scope 1+2 emissions (location-based) | 3,709 | 3,846 | 3,947 |
| Scope 1+2 emissions (market-based) | 3,824 | 4,005 | 4,271 |
| YoY change (market-based) | (4.5)% | | |
| Change vs base year.(market-based) | (10.0)% | | |
| Scope 3 emissions | 142,503 | 163,995 | 207,258 |
| YoY change (market-based) | (13.0)% | | |
| Change vs base year (market-based) | (31.0)% | | |
| % suppliers (by spend) with science-based target | 54% | | |

*Restated due to new ESG software (Envizi) being implemented providing more up to date and therefore accurate methodologies to calculate carbon emissions.

LOGICALIS INTERNATIONAL LIMITED

STRATEGIC REPORT (CONTINUED)

Corporate Social Responsibility (continued)

FY25 Environmental Performance

The year-on-year reduction in scope 1 & 2 emissions (market-based) is primarily attributed to decreased fuel consumption (diesel and petrol) in mobile vehicles across Logicalis, leading to lower scope 1 emissions. The year-on-year reduction in Scope 3 emissions and the reduction versus baseline year are largely due to updated emissions factors being used in the calculations of our major categories, which reflect less carbon intensive processes in our value chain.

Logicalis has achieved its goal of being carbon neutral by 2025 as a result of offsetting post-year end all of its FY25 scope 1 and 2 emissions as set out above.

Some of the business' other key environmental achievements in FY25 include:

- The implementation of Envizi, IBM's ESG software, a compliance-ready solution for corporate and supply chain greenhouse gas emissions data that provides comprehensive data collection and analytics functionality to manage and derive insights from sustainability data. As a result, data coverage and accuracy has improved markedly.
- The continued development of its customer sustainability score, providing its managed services customers with an environmental impact score across its global technology solutions to help them understand their IT emissions and recommendations on how they can improve.
- Winning the Cisco Sustainability Partner of the Year Award for the second year running.
- The continued implementation of a sustainable travel policy to help us make more environmentally friendly decisions and reduce our scope 3 emissions.

FY26 Plans

The areas of focus for Logicalis' environmental work in FY26 are:

- Development and implementation of targeted, specific emissions reduction plans for each country of operation.
- Review and improve where possible the methodology used to calculate our scope 3 emissions major categories and engage with suppliers and/or customers as appropriate to discuss reduction plans.
- Undertake financial quantification exercise of material physical climate risks (identified in FY25 as extreme heat and water stress).
- Continue to switch to renewable energy, with all operations targeted to achieve the switch by 2029.

LOGICALIS INTERNATIONAL LIMITED

STRATEGIC REPORT (CONTINUED)

Corporate Social Responsibility (continued)

Progress against FY24 Goals noted as "in progress" or "partially achieved" in prior year report

| FY24 Goal | FY25 Delivery | Achievement |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|
| Annual commitment to energy reduction targets based on energy efficiency for every region of operation, ranging between 2% (for Europe) and 5% for all other regions | In FY25, Logicalis achieved its energy reduction targets, achieving a 6% decrease in Europe and an average of 12% reduction across all other regions. This collective effort resulted in an overall energy usage reduction of 13% for Logicalis. | Achieved |
| For operations with mobile fleets, switch to electric or biodiesel fuel at a rate of 6% per year | Not achieved in all regions of operation. Goal to be superseded in FY26 by region-specific emissions reductions plans which will include fleet switch to electric or biodiesel fuel goals where appropriate. | In progress |
| Produce a Logicalis International Responsible Business report for FY24 | The Logicalis International Responsible Business report for FY24 was published in September 2024. | Achieved |
| Progress Logicalis' waste management journey by extending the scope of management plans and policy from e-waste to general waste | Deprioritised due to focus on material scope 3 categories | Not achieved |

Update on other Short and Long-Term Goals

| Goal | Target Date | FY25 Progress |
|------------------------------------------------------------------------------------------|-------------|-------------------------------------------------------------------------------------------------------------------|
| Have 50% of the waste generated by its operations diverted from landfill by 2025 | 2025 (FY26) | Goal withdrawn – deprioritised due to focus on material scope 3 categories |
| Have 75% of its operations powered by renewable energy by FY25 | 2025 (FY26) | Not achieved – replaced by goal to have 100% of operations powered by renewable electricity by 2030 (22% in FY25) |
| Continue to switch to renewable energy, with all operations achieving the switch by 2029 | 2029 (FY30) | Replaced by goal to have 100% of operations powered by renewable electricity by 2030 (22% in FY25) |

Streamlined Energy and Carbon Reporting (SECR)

SECR reporting requirements have been disclosed in the Datatec PLC Annual Report and the Audited Consolidated Annual Financial Statements 2025.

Task Force on Climate-related Financial Disclosures (TCFD)

Climate-related financial disclosures in accordance with the TCFD requirements have been disclosed in the Datatec PLC Annual Report and the Audited Consolidated Annual Financial Statements 2025.

LOGICALIS INTERNATIONAL LIMITED

STRATEGIC REPORT (CONTINUED)

Going concern

The Logicalis Board has undertaken a rigorous assessment of whether the Group is a going concern in light of the current economic conditions and available information about future risks and uncertainties.

The projections of the Group have been prepared on a sum-of-the-parts basis to determine the ability of each of its subsidiaries and the group to continue as a going concern. These projections covered future financial performance, solvency and liquidity for a period of 12 months from the date of approval of the Annual Report, including performing sensitivity analyses and stress testing.

The Group's liquidity is to a large degree impacted by customers continuing to pay their invoices. Between the reporting date and effective date of the Annual Report, customers have continued to pay largely in line with historic norms. Suppliers have also provided extended payment terms where required.

Despite being in a net current liabilities position of \$59.9 million (2024 restated: net current liabilities position of \$61.6 million), the Directors believe there is no material uncertainty relating to going concern. The Group has considerable financial resources available, together with funding from its ultimate parent company and long-term relationships with a number of suppliers and customers across different geographic areas and vertical markets. The availability of these financial resources and relationships with suppliers in particular, provide the Directors with comfort over the ability of the Group to be able to meet its debts as and when they fall due.

Funding available to and being utilised by Logicalis includes a four-year \$135 million banking facility for its subsidiaries, renewed during December 2022. This senior facility covers Logicalis' operations throughout the world.

Logicalis maintains good working relationships with a number of key financial institutions and undertakes active reviews of facilities available with these partners, extending or replacing available facilities in line with developing business needs. As a consequence, the Directors believe that the Group is well placed to manage its business risks successfully. Having considered the principal risks and uncertainties the Directors have a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Research and development

Logicalis has capitalised \$nil in respect of development expenditure during the year (note 11).

Creditor payment policy

The Group agrees payment terms with its suppliers when it enters into binding purchase contracts. The Group seeks to abide by the payment terms agreed with each supplier whenever it is satisfied that the supplier has provided the goods or services in accordance with the agreed terms and conditions. The Group seeks to treat all its suppliers fairly.

The number of credit days taken at the year-end for trade purchases for the Group is 98 days (2024: 89 days) The Company does not make trade purchases and hence no disclosure is made of the Company's credit days taken at the year end.

This report was approved by the Board of Directors on 17 July 2025 and signed by order of the board by:



G Raveendran
Company Secretary

21 July 2025

LOGICALIS INTERNATIONAL LIMITED

DIRECTORS' REPORT

The Directors present their annual report on the affairs of the Group, together with the audited consolidated financial statements and auditors' report, for the year ended 28 February 2025, and should be read in conjunction with the strategic report.

Dividends

There were \$nil (2024: \$nil) dividends declared to the parent company during the financial year and \$1,441,000 (2024: \$1,477,000) to the non-controlling interests.

On 4 April 2025 a dividend of \$10,000,000 was declared to the parent company.

Directors

The Directors who held office during the year and to the date of signing are shown on page 1.

Directors' Indemnities

The Directors have the benefit of an indemnity which is a qualifying third-party indemnity provision as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is in force during the financial year and also at the date of approval of the financial statements. The Company's ultimate parent company, Datatec Limited, purchased and maintained throughout the financial year Directors' and Officers' liability insurance in respect of itself and all companies in the Datatec Group and all Directors of such Group companies.

Independent Auditors

Each of the persons who is a Director at the date of approval of this report confirms that:

- so far as the Director is aware, there is no relevant audit information of which the Group's auditors are unaware; and
- the Director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the Group's auditors are aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of Section 418 of the Companies Act 2006. PricewaterhouseCoopers LLP ("PwC") has been acting as the statutory auditors for Logicalis International Limited since 29 July 2020.

Information required to be disclosed by the companies act has been included within the strategic report (page 2) for the following items:

- Indication of future developments (page 3);
- Policy for disabled persons (page 10);
- Charitable donations (Social and Community) (page 10-11);
- Risk management policy (page 3-5);
- Engagement with suppliers, customers and others (page 6);
- Employee engagement (page 9-10);
- Actions on employee participation (page 9-10);
- Use of financial instruments (page 3);
- Streamlined Energy and Carbon Reporting (page 13);
- Research and development (page 14); and
- Stakeholder engagement (page 24-25 of the Datatec PLC Annual Report and the Audited Consolidated Annual Financial Statements 2025).

Information required to be disclosed by the companies act has been included within the notes for the following items:

- General information on the company (note 1); and
- Post balance sheet events (note 31).

This report was approved by the Board of Directors on 17 July 2025 and signed by order of the board by:


G Raveendran
Company Secretary

21 July 2025

LOGICALIS INTERNATIONAL LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the group and the company financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 101 "Reduced Disclosure Framework", and applicable law).

Under company law, directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the group and company and of the profit or loss of the group for that period. In preparing the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 101 have been followed, subject to any material departures disclosed and explained in the financial statements;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group and company will continue in business.

The directors are responsible for safeguarding the assets of the group and company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are also responsible for keeping adequate accounting records that are sufficient to show and explain the group's and company's transactions and disclose with reasonable accuracy at any time the financial position of the group and company and enable them to ensure that the financial statements comply with the Companies Act 2006.



G Raveendran
Company Secretary

21 July 2025

Independent Auditors' report to the members of Logicalis International Limited

Report on the audit of the financial statements

Opinion

In our opinion:

- Logicalis International Limited's group financial statements and company financial statements (the "financial statements") give a true and fair view of the state of the group's and of the company's affairs as at 28 February 2025 and of the group's and company's profit and the group's cash flows for the year then ended;
- the group financial statements have been properly prepared in accordance with UK-adopted international accounting standards;
- the company financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, including FRS 101 "Reduced Disclosure Framework", and applicable law); and
- the financial statements have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report and Consolidated Financial Statements (the "Annual Report"), which comprise: Consolidated balance sheet and Company balance sheet as at 28 February 2025; Consolidated income statement; Consolidated statement of comprehensive income; Company statement of comprehensive income; Consolidated statement of changes in equity; Company statement of changes in equity; Consolidated cash flow statement for the year then ended; and the notes to the financial statements, comprising material accounting policy information and other explanatory information.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's and the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

LOGICALIS INTERNATIONAL LIMITED

AUDIT REPORT

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the group's and the company's ability to continue as a going concern.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

With respect to the Strategic report and Directors' Report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on our work undertaken in the course of the audit, the Companies Act 2006 requires us also to report certain opinions and matters as described below.

Strategic report and Directors' Report

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic report and Directors' Report for the year ended 28 February 2025 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

In light of the knowledge and understanding of the group and company and their environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic report and Directors' Report.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Statement of directors' responsibilities in respect of the financial statements, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

LOGICALIS INTERNATIONAL LIMITED

AUDIT REPORT

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the group and industry, we identified that the principal risks of non-compliance with laws and regulations related to the Companies Act 2006 and tax legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting of inappropriate journal entries to enhance the financial performance and management bias in accounting estimates. Audit procedures performed by the engagement team included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims;
- Reviewing minutes of meetings of those charged with governance;
- Reviewing financial statement disclosures and testing to support documentation to assess compliance with applicable laws and regulations;
- Challenge of assumptions and judgements made by management in respect of significant accounting estimates;
- Obtaining an understanding of the entity's policies and procedures on compliance with laws and regulations; and
- Testing unusual or unexpected journal entries, particularly those impacting revenue.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.



Other required reporting

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not obtained all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the company financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility

 
Jaskamal Sarai (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Reading
21 July 2025

LOGICALIS INTERNATIONAL LIMITED

CONSOLIDATED INCOME STATEMENT

Year ended 28 February 2025

| | Note | 2025 \$'000 | 2024 \$'000 |
|-------------------------------------------------------|------|------------------|------------------|
| Revenue | 4 | 1,177,330 | 1,251,216 |
| Cost of sales | | (820,124) | (912,656) |
| Gross Profit | | <u>357,206</u> | <u>338,560</u> |
| Administrative expenses before separable items | | <u>(265,551)</u> | <u>(271,841)</u> |
| Operating profit before separable items | | <u>91,655</u> | <u>66,719</u> |
| Amortisation of other intangible assets | 5 | (2,044) | (2,851) |
| Depreciation of property, plant and equipment | 5 | (8,894) | (11,039) |
| Depreciation of right-of-use assets | 5 | (12,483) | (13,509) |
| Impairment of right-of-use assets | 5 | (661) | - |
| Impairment of goodwill | 5 | (76) | (8,808) |
| Gain on bargain purchase | 5 | 39 | - |
| Datalec management fees | 5 | (4,965) | (4,885) |
| Net impairment of financial assets | | <u>(1,656)</u> | <u>(196)</u> |
| Total administrative expenses | | <u>(296,291)</u> | <u>(313,129)</u> |
| Operating profit | | <u>60,915</u> | <u>25,431</u> |
| Finance income | 6 | 6,479 | 3,720 |
| Finance costs | 7 | (19,891) | (18,104) |
| Acquisition-related fair value adjustments | | - | (143) |
| Profit on disposal of investments | 26 | 616 | - |
| Profit before tax | 5 | <u>48,119</u> | <u>10,904</u> |
| Tax | 9 | (17,138) | (12,800) |
| Profit/(Loss) for the year | | <u>30,981</u> | <u>(1,896)</u> |
| Attributable to: | | | |
| The owner of the Company | | 27,412 | (5,208) |
| Non-controlling interests | | 3,569 | 3,312 |
| | | <u>30,981</u> | <u>(1,896)</u> |

LOGICALIS INTERNATIONAL LIMITED**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**
Year ended 28 February 2025

| | 2025 | 2024 |
|------------------------------------------------------------------------------------------|----------------|----------------|
| | \$'000 | \$'000 |
| Profit/(Loss) for the year | 30,981 | (1,896) |
| Other Comprehensive Income/Loss | | |
| Items that may be reclassified subsequently to the Consolidated Income Statement: | | |
| Remeasurement of retirement benefit plans | 98 | 30 |
| Exchange differences on translation of foreign operations | (6,226) | (1,542) |
| Translation of equity loans | 16 | (562) |
| Cumulative currency translation differences on disposal of investments | 2 | - |
| Total other comprehensive loss for the year | <u>(6,110)</u> | <u>(2,074)</u> |
| Total comprehensive income/(loss) for the year | <u>24,871</u> | <u>(3,970)</u> |
| Attributable to: | | |
| The owner of the Company | 22,355 | (6,792) |
| Non-controlling interests | <u>2,516</u> | <u>2,822</u> |
| | <u>24,871</u> | <u>(3,970)</u> |

LOGICALIS INTERNATIONAL LIMITED

CONSOLIDATED BALANCE SHEET

As at 28 February 2025

| | | 2025 | 2024 | 2023 |
|-------------------------------------------------|---------|------------------|------------------|------------------|
| | Note(s) | \$'000 | Restated* | Restated* |
| | | | \$'000 | \$'000 |
| NON-CURRENT ASSETS | | | | |
| Goodwill | 10 | 159,795 | 161,421 | 169,645 |
| Other intangible assets | 11 | 3,554 | 5,697 | 8,402 |
| Property, plant and equipment | 12 | 18,642 | 21,654 | 21,208 |
| Right-of-use assets | 13 | 30,589 | 27,423 | 25,503 |
| Investments | 14 | - | 18 | 18 |
| Long-term lease receivables | 15 | 24,558 | 28,809 | 11,163 |
| Contract assets | 18 | 125,988 | 46,038 | 41,551 |
| Other non-current assets | 18 | 14,883 | 7,078 | 10,552 |
| Deferred tax assets | 16 | 22,945 | 30,291 | 16,954 |
| TOTAL NON-CURRENT ASSETS | | 400,954 | 328,429 | 304,996 |
| CURRENT ASSETS | | | | |
| Inventories | 17 | 36,071 | 37,888 | 58,446 |
| Trade and other receivables | 18 | 387,617 | 413,119 | 413,189 |
| Contract assets | 18 | 132,760 | 150,573 | 142,989 |
| Short-term lease receivables | 15 | 7,407 | 8,517 | 7,825 |
| Current tax recoverable | 9 | 3,361 | 3,783 | 3,566 |
| Cash and cash equivalents | 20 | 149,995 | 123,786 | 117,550 |
| TOTAL CURRENT ASSETS | | 717,211 | 737,666 | 743,565 |
| TOTAL ASSETS | | 1,118,165 | 1,066,095 | 1,048,561 |
| CURRENT LIABILITIES | | | | |
| Trade and other payables | 19 | (500,310) | (531,948) | (542,763) |
| Contract liabilities | 19 | (93,954) | (93,955) | (74,343) |
| Other short-term borrowings | 19 | - | (2,488) | (4,979) |
| Liabilities under supplier finance arrangements | 19 | (13,527) | - | - |
| Bank overdrafts and loans | 20,21 | (136,927) | (141,440) | (142,075) |
| Current tax payable | 9 | (12,696) | (11,061) | (5,292) |
| Obligations under leases | 22 | (14,017) | (12,373) | (14,129) |
| Provisions | 23 | (5,418) | (3,489) | (8,175) |
| Liability for share-based payments | | (215) | (2,502) | (1,423) |
| TOTAL CURRENT LIABILITIES | | (777,064) | (799,256) | (793,179) |
| NET CURRENT LIABILITIES | | (59,853) | (61,590) | (49,614) |
| NON-CURRENT LIABILITIES | | | | |
| Obligations under leases | 22 | (21,766) | (21,545) | (18,380) |
| Acquisition-related liabilities | 19,21 | (143) | (143) | (1,061) |
| Other long-term borrowings | 19 | (20,588) | (11,580) | (13,321) |
| Liabilities under supplier finance arrangements | 19 | (2,336) | - | - |
| Long-term provisions | 23 | (4,484) | (4,678) | (4,263) |
| Deferred tax liabilities | 16 | (31,705) | (37,987) | (25,225) |
| Liability for share-based payments | | (2,353) | (2,441) | (1,602) |
| Contract liabilities | 19 | (10,415) | (8,817) | (8,696) |
| Other non-current liabilities | 19 | (78,128) | (33,974) | (30,749) |
| TOTAL NON-CURRENT LIABILITIES | | (171,918) | (121,165) | (103,297) |
| TOTAL LIABILITIES | | (948,982) | (920,421) | (896,476) |
| NET ASSETS | | 169,183 | 145,674 | 152,085 |

LOGICALIS INTERNATIONAL LIMITED

CONSOLIDATED BALANCE SHEET (CONTINUED)

As at 28 February 2025

| | 2025 | 2024 | 2023 |
|--------------------------------------------------------|-------------------------|-------------------------|-------------------------|
| Note | \$'000 | Restated* \$'000 | Restated* \$'000 |
| EQUITY | | | |
| Share capital | 24 | - | - |
| Share premium | (50,000) | (50,000) | (87,700) |
| Merger reserve | (999) | (999) | (999) |
| Foreign currency exchange reserve | 33,100 | 27,945 | 26,331 |
| Retained earnings | (132,472) | (105,058) | (73,321) |
| EQUITY ATTRIBUTABLE TO THE OWNER OF THE COMPANY | <u>(150,371)</u> | <u>(128,112)</u> | <u>(135,689)</u> |
| NON-CONTROLLING INTEREST | <u>(18,812)</u> | <u>(17,562)</u> | <u>(16,396)</u> |
| TOTAL EQUITY | <u><u>(169,183)</u></u> | <u><u>(145,674)</u></u> | <u><u>(152,085)</u></u> |

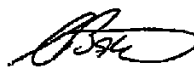
* Refer to note 18.

These financial statements of Logicalis International Limited, registered number 05399733, on pages 20 to 92, were approved by the Board of Directors on 17 July 2025 and authorised for issue on 21 July 2025.

Signed on behalf of the Board of Directors by:



R B Bailkoski
Director



C Baxter
Director

LOGICALIS INTERNATIONAL LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
Year ended 28 February 2025

| | Share capital \$'000 | Share premium \$'000 | Merger reserve \$'000 | Foreign currency exchange reserve \$'000 | Retained earnings \$'000 | Total \$'000 | Non- controlling interest \$'000 | Total equity \$'000 |
|-------------------------------------------------------|----------------------------|----------------------------|-----------------------------|------------------------------------------------------|--------------------------------|-----------------|-------------------------------------------|---------------------------|
| At 1 March 2023 | - | 87,700 | 999 | (26,331) | 73,321 | 135,689 | 16,396 | 152,085 |
| (Loss)/Profit for the year | - | - | - | - | (5,208) | (5,208) | 3,312 | (1,896) |
| Other comprehensive (loss)/income for the year | - | - | - | (1,614) | 30 | (1,584) | (490) | (2,074) |
| Total comprehensive (loss)/income for the year | - | - | - | (1,614) | (5,178) | (6,792) | 2,822 | (3,970) |
| Capital reduction | - | (37,700) | - | - | 37,700 | - | - | - |
| Dividend payments | - | - | - | - | - | - | (1,477) | (1,477) |
| Acquisition of non-controlling interests | - | - | - | - | (785) | (785) | (179) | (964) |
| At 29 February 2024 | - | 50,000 | 999 | (27,945) | 105,058 | 128,112 | 17,562 | 145,674 |

LOGICALIS INTERNATIONAL LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
Year ended 28 February 2025

| | Share capital \$'000 | Share premium \$'000 | Merger reserve \$'000 | Foreign currency exchange reserve \$'000 | Retained earnings \$'000 | Total \$'000 | Non- controlling interest \$'000 | Total equity \$'000 |
|-------------------------------------------------------|----------------------------|----------------------------|-----------------------------|------------------------------------------------------|--------------------------------|-----------------|-------------------------------------------|---------------------------|
| At 1 March 2024 | - | 50,000 | 999 | (27,945) | 105,058 | 128,112 | 17,562 | 145,674 |
| Profit for the year | - | - | - | - | 27,412 | 27,412 | 3,569 | 30,981 |
| Other comprehensive (loss)/income for the year | - | - | - | (5,155) | 98 | (5,057) | (1,053) | (6,110) |
| Total comprehensive (loss)/income for the year | - | - | - | (5,155) | 27,510 | 22,355 | 2,516 | 24,871 |
| Dividend payments | - | - | - | - | - | - | (1,441) | (1,441) |
| Acquisition of non-controlling interests | - | - | - | - | (96) | (96) | 175 | 79 |
| At 28 February 2025 | - | 50,000 | 999 | (33,100) | 132,472 | 150,371 | 18,812 | 169,183 |

LOGICALIS INTERNATIONAL LIMITED

CONSOLIDATED CASH FLOW STATEMENT

Year ended 28 February 2025

| | 2025 | 2024 |
|------------------------------------------------------------------|-----------------|-----------------|
| | \$'000 | \$'000 |
| Operating activities | | |
| Cash generated by operations | 94,981 | 65,213 |
| Finance income received | 6,474 | 2,879 |
| Finance costs paid | (18,463) | (16,325) |
| Payments under Share Appreciation Rights Scheme | (5,008) | (461) |
| Tax paid | (13,769) | (7,626) |
| Net cash generated by operating activities | <u>64,215</u> | <u>43,680</u> |
| Investing activities | | |
| Purchases of property, plant and equipment | (6,513) | (12,542) |
| Proceeds on disposal of property, plant and equipment | 93 | 655 |
| Proceeds on disposal of investments | 471 | - |
| Deferred consideration paid | (1,085) | (2,852) |
| Net cash used in investing activities | <u>(7,034)</u> | <u>(14,739)</u> |
| Financing activities | | |
| Acquisition of non-controlling interest | | (967) |
| Repayment of loan to holding company and fellow subsidiaries | (10,716) | (1,715) |
| Proceeds from borrowings | 28,563 | 42,517 |
| Repayment of borrowings | (14,524) | (46,218) |
| Repayment of supplier financing arrangements | (18,284) | - |
| Overdrafts repayable on demand under certain conditions | (19,753) | 2,240 |
| Dividend payment to non-controlling interest parties | (1,441) | (1,477) |
| Lease liability capital repayments | (13,727) | (14,611) |
| Net cash used in financing activities | <u>(49,882)</u> | <u>(20,231)</u> |
| Net increase in cash, cash equivalents and bank overdrafts | 7,299 | 8,710 |
| Cash, cash equivalents and bank overdrafts at beginning of year | 99,224 | 90,292 |
| Effect of foreign exchange rate changes | 2,009 | 222 |
| Cash, cash equivalents and bank overdrafts at end of year | <u>108,532</u> | <u>99,224</u> |
| Disclosed in note 20 as: | | |
| Cash and cash equivalents | 149,995 | 123,786 |
| Bank overdrafts unconditionally repayable on demand | (41,463) | (24,562) |
| | <u>108,532</u> | <u>99,224</u> |

LOGICALIS INTERNATIONAL LIMITED**NOTE TO THE CONSOLIDATED CASH FLOW STATEMENT**
Year ended 28 February 2025

| | 2025 | 2024 |
|---------------------------------------------------------------------------|----------------|---------------|
| | \$'000 | \$'000 |
| Reconciliation of operating profit to cash generated by operations | | |
| Operating profit | 60,915 | 25,431 |
| Adjustments for: | | |
| Depreciation of property, plant and equipment | 8,894 | 11,039 |
| Depreciation of right-of-use assets | 12,483 | 13,509 |
| Amortisation of intangible assets | 2,044 | 2,851 |
| Loss on disposal of fixed assets | 35 | 376 |
| Impairment of right-of-use assets | 661 | - |
| Impairment of goodwill | 76 | 8,808 |
| Gain on bargain purchase | (39) | - |
| IFRS 2 share-based payments charge | 2,402 | 2,391 |
| Movement in provisions | 8,635 | 5,654 |
| Net impairment of financial assets | 1,656 | 196 |
| Unpaid Datatec management fees | 2,000 | 2,000 |
| Other non-cash | 1,182 | (158) |
| Operating cash flows before movements in working capital | 100,944 | 72,097 |
| Increase in trade and other receivables | (61,055) | (7,596) |
| (Increase)/Decrease in inventories | (50) | 22,134 |
| Increase/(Decrease) in trade and other payables | 51,802 | (2,239) |
| Decrease/(Increase) in finance lease asset | 3,340 | (19,183) |
| Cash generated by operations | 94,981 | 65,213 |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

1. GENERAL INFORMATION

Logicalis International Limited is a private company limited by shares, incorporated and domiciled in the United Kingdom under the Companies Act 2006 and registered in England and Wales. The address of the registered office is provided on page 1. The nature of the Group's operations, its principal activities and discussions relating to the financial resources and risks and uncertainties are set out in the Strategic Report.

The ultimate parent company and controlling party is Datatec Limited and the immediate parent company is Logicalis International Group Holding Limited.

The Group uses the United States (US) Dollar as its presentation currency because this is the functional currency of the parent company.

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION

Basis of preparation

These consolidated and parent company financial statements have been prepared in accordance with UK-adopted international accounting standards in conformity with the requirements of the Companies Act 2006 as applicable to companies reporting under those standards. The financial statements have been prepared under the historical cost convention except for those assets and liabilities referred to that are measured at fair value. A summary of the more important accounting policies, which have been applied consistently in both the current and preceding years, is set out below.

The preparation of financial statements in conformity with UK-adopted International Accounting Standards and with the requirements of the Companies Act 2006 as applicable to companies reporting under those standards, requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on management's best knowledge of the amount, event or actions, actual results ultimately may differ from those estimates.

Going concern

The Logicalis Board has undertaken a rigorous assessment of whether the Group is a going concern in light of the current economic conditions and available information about future risks and uncertainties.

The projections of the Group have been prepared on a sum-of-the-parts basis to determine the ability of each of its subsidiaries and the Group to continue as a going concern. These projections covered future financial performance, solvency and liquidity for a period of 12 months from the date of approval of the Annual Report, including performing sensitivity analyses and stress testing of various possible scenarios.

The Group's liquidity is to a large degree impacted by customers continuing to pay their invoices. Between the reporting date and effective date of the Annual Report, customers have continued to pay largely in line with historic norms. Suppliers have also provided extended payment terms where required.

Funding available to and being utilised by Logicalis includes a four-year \$135 million banking facility for its subsidiaries, renewed during December 2022. This senior facility covers Logicalis's operations throughout the world.

Logicalis maintains good working relationships with a number of key financial institutions and undertakes active review, of facilities available with these partners, extending or replacing available facilities in line with developing business needs. As a consequence, the Directors believe that the Group is well placed to manage its business risks successfully.

Despite being in a net current liabilities position of \$59.9 million (2024 restated: net current liabilities position of \$61.6 million), the Directors believe there is no material uncertainty relating to going concern. The Group/Company has considerable financial resources available, together with available funding should this be needed from its ultimate parent company and long-term relationships with a number of suppliers and customers across different geographic areas and vertical markets. The availability of these financial resources and relationships with suppliers in particular, provide the Directors with comfort over the ability of the Group/Company to be able to meet its debts as and when they fall due.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

Going Concern (continued)

Having considered the principal risks and uncertainties the Directors have a reasonable expectation that the Group/Company has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Subsidiary undertakings

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. Inter-company transactions, balances and unrealised gains on transactions between Group companies are eliminated on consolidation. Accounting policies of subsidiaries are consistent with the policies adopted by the Group. The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company (its subsidiaries) prepared to 28/29 February each year. For local statutory purposes PT iZeno Teknologi Indonesia, iZeno Inc., Logicalis Shanghai Limited, Logicalis Pte. Ltd (Xiamen) and Logicalis Vietnam Company Ltd. prepare company financial statements for the year ended 31 December.

Non-controlling interest

Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the Group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling interest's share of changes in equity since the date of the combination.

Investment in subsidiaries

Investment in subsidiaries is stated at cost less, where appropriate, provisions for impairment.

Business combinations

The acquisition of subsidiaries is accounted for using the acquisition method. The consideration for each acquisition is measured at the aggregate of the fair values, at the date of exchange, of assets given, liabilities incurred or assumed, and equity instruments issued by the Group in exchange for control of the acquiree. The acquiree's identifiable assets, liabilities and contingent liabilities that meet the conditions of recognition under IFRS 3 are recognised at their fair values at the acquisition date. Costs associated with the acquisition are expensed, and may include such costs as advisory, legal, accounting, valuation and other professional costs associated with the transaction.

Goodwill arising on acquisition is recognised as an asset and initially measured at cost, being the excess of the cost of the business combination over the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised. If, after reassessment, the Group's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities exceeds the cost of the business combination, the excess is recognised immediately in the Consolidated Income Statement.

Intangible assets acquired in a business combination and recognised separately from goodwill are initially recognised at their fair value at the acquisition date (which is regarded as their cost). Subsequent to initial recognition, intangible assets acquired in a business combination are reported at cost less accumulated amortisation and accumulated impairment losses, on the same basis as intangible assets that are acquired separately.

Non-controlling interests in the acquiree are initially measured at the non-controlling shareholders' proportion of the net identifiable assets acquired and liabilities and contingent liabilities assumed.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

Revenue

The Group's revenues result primarily from the sale of various technology products and services.

Recognition

Revenue is recognised based on the completion of performance obligations and an assessment of when control, over the specified good or service being provided, is transferred to the customer in accordance with IFRS 15 – Revenue from contracts with customers. The following indicators are used by the Group in determining when control has passed to the customer:

- the Group has a right to payment for the product or service;
- the customer has legal title to the product;
- the Group has transferred physical possession of the product to the customer;
- the customer has the significant risk and rewards of ownership of the product; and
- the customer has accepted the product or service.

The Group has standard terms and conditions for customer sales that are tailored to suit individual contracts. A contract is therefore deemed to be in place upon submission of a purchase order (or evidence of buying request) from the customer. Alternatively, fulfilment of an order by the Group is deemed to represent a contract per the standard terms and conditions. The contract in place with the customer per the above will include a sales price that is fixed or readily determinable.

Products sold by the Group are delivered via shipment from the Group's facilities, drop shipment directly from the vendor, or by electronic delivery of keys for software products. In the case of drop shipments from the vendor to its customers, the Group is generally responsible for negotiating the price both with the vendor and customer, payment to the vendor, establishing payment terms with the customer, product returns, and has risk of loss if the customer does not make payment.

Measurement

Revenue is measured based on the consideration specified in a contract with a customer and excludes amounts collected on behalf of third parties. The Group provides volume rebates and other discounts to certain customers which are considered variable consideration. Sales are recorded net of such discounts, rebates and returns, which historically have not been material. Tariffs are included in sales as the Group has enforceable rights to additional consideration to cover the cost of tariffs. Other taxes imposed by governmental authorities on the Group's revenue-producing activities with customers, such as sales taxes and value added taxes, are excluded from net sales.

Contracts are assessed individually to determine whether the products and services are distinct; i.e. the product or service is separately identifiable from the other promises in the contract with the customer and whether the customer can benefit from the goods or services either on its own or together with other resources that are readily available. The consideration is allocated between the goods and services in a contract based on management's best estimate of the standalone selling prices of the goods and services.

A receivable is recognised by the Group when the goods are delivered as this represents the point in time at which the right to consideration becomes unconditional, and only the passage of time is required before payment is due. Payment terms are on a customer-by-customer basis, but there are no financing components or, where there are, these are accounted for separately based on the financing component, which can be separately established. Discounts are agreed with suppliers and passed on to a client; this is treated as a reduction in both the cost of the item and, consequently, to the standalone selling price of that item.

When a contract results in payments received from customers in advance of fulfilling the performance obligation, a contract liability is recognised. Similarly, when the performance obligation has been fulfilled and the customers have not been invoiced, a contract asset is recognised.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

Revenue (Continued)

Types of revenue

The Group principally generates revenue from providing the following goods and services:

Revenue from product sales:

- Revenue from sales of hardware
- Revenue from sales of software

Revenue from services:

- Revenue from professional services

Revenue from annuity services:

- Revenue from cloud services
- Revenue from software services
- Revenue from vendor resold services and product maintenance sales

In recognising revenue, the practical expedient in IFRS 15 – Revenue from contracts with customers, paragraph 63 is applied as at inception in contracts with customers the period between the recognition of revenue and expected payment date is always less than one year.

Revenue from product sales

Revenue from sales of hardware

Revenue is recognised at a point in time when control passes to the customer, being when the goods are delivered to the customer per the chosen shipment method.

Revenue from sales of software

Revenue from sales of software represents the resale of software licensing and SaaS. The Group's performance obligation is met as the software licence(s) is passed over to the client (this may be, for instance, when licence keys are handed to the client or when a contract representing the licence is assigned dependent on the applicable deal), and as such, revenue is recognised at a point in time where the right to access the licensing product has transferred to the customer.

Revenue from vendor resold services and product maintenance sales

The Group sells maintenance contracts on behalf of its vendors which are accounted for on a net basis because the Group is acting as an agent. The commission or gross profit earned on these sales is recognised as revenue.

A maintenance package is sold alongside hardware or software products. The Group's responsibility is to arrange for the provision of the specified service by the original equipment manufacturer/vendor, and the Group does not control the specified service before it is transferred to the customer. The Group therefore has no obligation to the customer in terms of the service or maintenance once the sale has been made and revenue is recognised at a point in time once the maintenance contract start date is initiated.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

Revenue (Continued)

Revenue from services

Revenue from professional and other services

The Group earns revenue from professional service contracts with customers. These include supply chain management, professional, education and other support services. These services are levied on a fixed fee or time and materials basis.

Support and embedded support services provide remote or on-site support to customers over a contract term which may include sparing or advanced hardware replacement. In most cases, revenue is recognised over time on a straight-line basis to represent the fulfilment of the service over the contractual period. In some cases, revenue is recognised on a milestone basis if the support contract is incident/ticket/pay-as-you-go based.

For professional services, revenue is recognised at a point in time when the service is complete, or at multiple points in time where the service is milestone based. In these contracts, customers gain immediate use of the output of the service once the professional service has been rendered.

Where recorded revenue exceeds amounts invoiced to clients, the excess is classified as contract assets and where recorded revenue is less than the amounts invoiced to clients, the difference is classified as contract liabilities.

Revenue from annuity services

Revenue from cloud services

Cloud services are recognised over time when acting as principal in a manner reflecting the delivery of the service and at a point in time when acting as an agent, depending on the nature and scope of the contract.

Revenue from other annuity services

The Group provides annuity services to perform the specified service over a specified period of time. The specified service would comprise a single series of services that are transferred to the client over the agreed period. Annuity services performed by the Group relate primarily to the provision of managed IT and cloud and in-house maintenance services and are recognised as the customer simultaneously receives and consumes the benefit of the services provided. Annuity services are recognised over time and equally over the life of the annuity service. Included in revenue from other annuity sales is the Group's vendor maintenance revenue.

Net revenue vs gross revenue recognition

Revenue from sales arrangements where the Group acts as an agent is recognised on a net basis and the commission or gross profit earned on these contracts is recognised as revenue.

When deciding on the most appropriate basis for presenting revenue or related costs, both the legal form and the substance of the agreement between the Group and the counterparty are reviewed to determine each party's respective role in the transaction. Refer to critical judgements for the judgements applied in deciding whether the Group is acting as an agent or a principal.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

Taxation

The tax expense in the Income Statement represents the sum of the current tax payable and deferred tax. Current taxation comprises tax payable calculated on the basis of the expected taxable income for the year, using the tax rates enacted or substantially enacted at the statement of financial position date, and any adjustment of tax payable for previous years.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Group's consolidated annual financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable income will be available against which deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill or from the initial recognition, other than in a business combination, of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In certain jurisdictions, goodwill relating to business combinations is tax deductible. Deferred tax liabilities for taxable temporary differences relating to goodwill are recognised to the extent they do not arise from the initial recognition of goodwill.

Deferred tax liabilities are recognised for taxable temporary differences arising on investments in subsidiaries and associates, and interests in joint ventures, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognised to the extent that it is probable that there will be sufficient taxable profits against which to utilise the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying value of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable income will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised, or the liability is settled, or the asset is realised based on tax laws and rates that have been enacted or substantively enacted at the reporting date. Deferred tax is charged or credited in profit or loss, except when it relates to items that are recognised in other comprehensive income or directly in equity, in which case the deferred tax is also dealt with in other comprehensive income or equity, respectively. Where current tax or deferred tax arises from the initial accounting for a business combination, the tax effect is included in the accounting for a business combination.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Group intends to settle its current tax assets and liabilities on a net basis.

Dividend income

Dividend income is recognised when the right to receive payment is established and is included as part of revenue in the statement of comprehensive income.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

Foreign currency translation

Functional and presentation currency

The consolidated financial statements are presented in US Dollars, which is the Company's functional and Group's presentation currency. Items included in the financial statements of each of the Group's subsidiaries are measured using the currency of the primary economic environment in which the entity operates (its functional currency).

Transactions and balances

The Group operates in various countries with various functional currencies. Transactions in currencies other than the functional currency are initially recorded at the rates of exchange ruling on the dates of the transactions. At each reporting date, assets and liabilities denominated in currencies other than the functional currency are translated at the rates prevailing at the reporting date. Translation differences on monetary items are taken to the Income Statement.

Goodwill and fair value adjustments to identifiable assets acquired and liabilities assumed through acquisition of a foreign operation are treated as assets and liabilities of the foreign operation, and translated at the rate of exchange prevailing at the end of each reporting period. Exchange differences arising are recognised in other comprehensive income.

Group companies

The results and financial position of overseas Group entities are translated into US Dollars as follows:

- assets and liabilities are translated at the closing rate at the date of the balance sheet;
- income and expenses are translated at the average exchange rate for the period; and
- the resulting exchange differences are recognised as a separate component of equity.

On consolidation, exchange differences arising from the translation of the net investment in foreign entities are taken to Other Comprehensive Income. When a foreign operation is sold, such exchange differences are recognised in the Consolidated Income Statement as part of the gain or loss on sale.

Employee benefits

Pension obligations

The Group operates defined contribution pension schemes in certain of its territories. The cost of providing this benefit is charged to the Income Statement in the period to which the contributions relate.

Share-based payments

The Group operates a number of cash-settled share-based compensation plans. The fair value of the employee services received under such schemes is recognised as an expense in the Income Statement. Fair value is determined by use of the Black Scholes Option Pricing Model, or the Actuarial Binomial Model as detailed in the notes to the consolidated financial statements. The amount to be expensed over the vesting period is determined by reference to the fair value of share incentives. At each balance sheet date, the Group revises its estimates of the number of share incentives that are expected to vest. The impact of the revision of original estimates, if any, is recognised in the Income Statement, with a corresponding adjustment to creditors (for cash-settled share-based compensation plans), over the remaining vesting period.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

Goodwill

Goodwill represents the excess consideration transferred for an acquisition over the fair value of the Group's share of the net identifiable assets of the acquiree at the date of acquisition. For the purpose of impairment testing, goodwill is allocated to each of the Group's CGUs expected to benefit from the synergies of the business combination and is measured and managed at an operating segment level. Goodwill is carried at cost less accumulated impairment losses.

The Group annually reviews the carrying amounts of goodwill for impairments. The recoverable amounts of the goodwill are estimated in order to determine the extent, if any, of the impairment loss. Impairment tests are conducted annually or more frequently when an indication of impairment exists on goodwill attributed to the CGUs. An impairment loss is recognised in profit or loss if the carrying amount of an asset or CGU exceeds its recoverable amount. The recoverable amount of a CGU is the higher of its value-in-use and its fair value less costs of disposal. In assessing value-in-use and fair value less costs of disposal, the estimated future cash flows associated with budgeted and forecast results are discounted to their present value using an appropriate discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining the recoverable amount of goodwill, the Group obtains external valuations to support the impairment test of the CGU. Determining whether goodwill is impaired requires an estimate of the recoverable amount of the CGUs to which goodwill has been allocated. The recoverable amount calculation requires the entity to estimate the future cash flows expected to arise from the CGU and a suitable discount rate in order to calculate present value. The impairment review is therefore conducted by reference to a discounted cash flow model applied to the underlying CGU, including the carrying value of goodwill, to ensure that the business remains profitable and cash-generative, and that it supports the ongoing recognition of the goodwill.

If the recoverable amount of the CGU is less than the CGU's carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro rata, based on the carrying amount of each asset in the unit.

Intangible assets

Intangible assets acquired in business combinations are accounted for in accordance with IFRS 3 'Business Combinations'. Such intangible assets are recognised separately if they meet the criteria for recognition. Intangible assets acquired separately from the acquisition of a business are capitalised at cost. Intangible assets are amortised over their expected useful economic lives unless these are indefinite in which case they are reviewed regularly for impairment in accordance with IAS 38 'Intangible Assets'.

Capitalised software

Capitalised software represents investment in large customer relations software implementation projects and includes internal integration work as well as the purchase of external software suites. Amortisation is charged on a straight-line basis over the life of the software licences.

Backlog acquired

Backlog acquired represents the fair value of uncompleted sales orders of the target business on acquisition by the Group and are amortised over their estimated useful lives, which range from three to twenty-four months.

Customer relationships

Customer relationships represent discounted cash flows from estimated recurring revenue streams from the customers of the target business on acquisition by the Group and are amortised over the estimated useful economic lives. The useful life is assessed on an individual basis (which is on average five years). Amortisation is charged on a straight-line basis over the estimated useful life of the assets.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

Research and development costs

Research costs are expensed as incurred. Expenditure arising from development (or from the development phase of an internal project) is capitalised if it satisfies the specified criteria within IAS 38. These assets are amortised on a straight-line basis over their useful lives which is a maximum of three years commencing when the development project is brought to market.

Property, plant and equipment

All property, plant and equipment have been measured at cost less accumulated depreciation and any recognised impairment loss except land, which is shown at cost less any recognised impairment loss. Depreciation is calculated based on cost using the straight-line method over the estimated useful lives of the assets less their residual value. Estimation of the useful economic life includes an assessment of the expected rate of technological developments and the intensity at which assets are expected to be used based on historic usage of similar property, plant and equipment. Revision of the useful life is considered annually and if there are significant changes to the initial usage assumptions.

The basis of depreciation provided on property, plant and equipment is as follows:

| | |
|---------------------------------|--------------------------------------------|
| Leasehold improvements | Shorter of useful life/period of the lease |
| Buildings | 20 years |
| Plant and machinery | 5 years |
| Computer equipment and software | 2-6 years |
| Motor vehicles | 2-4 years |
| Fixtures and fittings | 3-10 years |
| Office furniture and fittings | 2-6 years |

Impairment of tangible and intangible assets excluding goodwill

At each reporting date, or more frequently when an indication of impairment exists, the Group reviews the carrying amounts of its tangible and intangible assets to determine whether those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss, if any. The recoverable amount is the higher of fair value less costs to sell and value-in-use.

If the recoverable amount of an asset or CGU is estimated to be less than its carrying amount, its carrying amount is reduced to its recoverable amount. Impairment losses are recognised as an expense immediately in profit or loss.

Leasing

Leases as a lessee

Right-of-use assets

The Group leases various property, plant and equipment. Rental contracts are typically entered into for fixed periods but may have extension options. The Group assesses whether it is reasonably certain to exercise an extension option, or not to exercise a termination option and accordingly determines the lease term. Lease terms are negotiated on an individual basis and contain a range of terms and conditions.

The Group recognises a right-of-use asset and a corresponding lease liability with respect to all lease agreements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low-value assets. For these leases, the Group recognises the lease payments as an operating expense on a straight-line basis over the term of the lease.

Items of low value have been determined based on the nature of the assets. Similar items are categorised and assessed to determine whether such items are considered to be low value. Low-value items include assets such as laptops and phones. The assessment of 'low value' for a leased asset is to be made on the basis of the value of an asset when it is (or was) new, regardless of whether the actual asset being leased is new. Additionally, the assessment is made regardless of whether the leased asset is material to the lessee.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

Leasing (continued)

Leases as a lessee (continued)

Right-of-use assets (continued)

The right-of-use asset is measured initially at cost, and subsequently at cost less any accumulated depreciation and impairment losses. Impairment losses are determined in accordance with IAS 36 (refer to impairment policy on page 36). Right-of-use assets are depreciated over the shorter period of lease term and useful life of the underlying asset. If a lease transfers ownership of the underlying asset, or the cost of the right-of-use asset reflects that the Group expects to exercise a purchase option, the related right-of-use asset is depreciated over the useful life of the underlying asset. The depreciation starts at the commencement date of the lease.

Lease liabilities

The lease liability is measured initially at the present value of the lease payments that are not paid at commencement date, discounted at the Group's incremental borrowing rate, unless the rate implicit in the lease is readily determinable. The lease liability is subsequently increased by lease finance charges and decreased by lease payments made. Lease finance charges are amortised over the duration of the underlying leases, using the effective interest method. Incremental borrowing rates have been determined based on country-specific factors and vary across the Group.

Finance lease as a lessor

Amounts due from lessees under finance leases are recognised as receivables at the amount of the net investment in the lease, which is determined by discounting the gross investment in the lease at the interest rate implicit in the lease or the entities cost of borrowing. The gross investment in the lease is the aggregate of the minimum lease payments accruing to the lessor. Finance lease income is allocated to accounting periods using the effective interest rate method.

Inventories

Inventories, comprising spares/maintenance inventory, finished goods and merchandise for resale, are measured at the lower of cost and net realisable value and are valued mainly on the weighted average cost basis.

Contract work-in-progress is recognised over time according to the percentage of work completed, which aligns to the percentage of the performance obligation performed over time as tracked by reference to the milestones for each contract.

Provisions

A restructuring provision is recognised when the Group has developed a detailed formal plan for the restructuring and has raised a valid expectation in those affected that it will carry out the restructuring by starting to implement the plan or announcing its main features to those affected by it. The measurement of a restructuring provision includes only the direct expenditures arising from the restructuring and not associated with the ongoing activities of the entity.

Provisions for dilapidations and asset retirement obligations are recognised when the Group has a present obligation to return modified or utilised assets to a specified standard. Provisions for dilapidations and asset retirement obligations are measured at the directors' best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value using the entities' cost of borrowing where the effect is material. Provisions for legal claims, VAT/sales tax, onerous contracts and other provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation, and the amount can be reliably estimated. Provisions are not recognised for future operating losses. Provisions are measured at the present value of the directors' best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

Financial instruments

Financial instruments are valued at either:

- fair value through profit and loss ("FVTPL"); or
- amortised cost.

The Group determines the classification of financial assets at initial recognition. The classification of debt instruments is driven by the Group's business model for managing financial assets and their contractual cash flow characteristics. Financial liabilities are measured at amortised cost unless they are required to be measured at FVTPL (such as derivatives).

Classification and measurement

Financial assets and financial liabilities are recognised when a Group entity becomes a party to the contractual provisions of the instruments and are initially measured at fair value. In addition, for financial reporting purposes, fair value measurements are categorised into level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, the inputs are described as follows:

- level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- level 2 are inputs other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and
- level 3 are inputs for the asset or liability that are not based on observable market data (unobservable inputs).

In estimating the fair value of an asset or a liability, the Group uses market-observable data to the extent that it is available for its level 2 financial instruments.

Foreign exchange gains and losses

For financial assets measured at amortised cost that are not part of a designated hedging relationship, exchange differences are recognised in profit or loss in the operating costs line item; and

For financial assets measured at FVTPL that are not part of a designated hedging relationship, exchange differences are recognised in profit or loss in the operating costs line item unless they form part of the Group's approach to managing foreign exchange gains and losses which, when realised, are recognised in profit or loss in the cost of sales line item.

Derecognition of financial liabilities

The Group derecognises a financial liability (or a part of a financial liability) from its consolidated balance sheet when, and only when, it is extinguished – i.e. when the obligation specified in the contract is discharged or cancelled or expires. An exchange between an existing borrower and lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability or part of it (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of a financial liability (or part of a financial liability) extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

Trade receivables

Trade receivables are recognised initially at the amount of consideration that is unconditional, unless they contain significant financing components, when they are recognised at fair value. The Group holds the trade receivables with the objective of collecting the contractual cash flows, and therefore measures them subsequently

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

Trade receivables (continued)

at amortised cost using the effective interest method. Details about the Group's impairment policies and the calculation of the loss allowance are provided below.

Cash and cash equivalents

Cash and cash equivalents comprise cash, short-term bank deposits and other short-term highly liquid investments with an original maturity of three months or less. For the purposes of the Cash Flow Statement bank overdrafts unconditionally repayable on demand are included within cash and cash equivalents.

Trade payables

Trade and other payables (excluding the short-term portion of share-based payments), are recognised initially at fair value and are subsequently measured at amortised cost using the effective interest method.

Bank borrowings

Borrowings are initially recorded at fair value, net of direct issue costs, and are subsequently measured at amortised cost using the effective interest method. Finance charges, including premiums payable on settlement or redemption, are accounted for on an accruals basis and are added to the carrying amount of the instrument to the extent that they are not settled in the period in which they arise.

Equity instruments

Equity instruments issued by the Company are recorded at the proceeds received, net of direct issue costs.

Impairment of financial assets

The Group recognises an allowance for expected credit losses ("ECLs") for all debt instruments not held at fair value through profit or loss.

The simplified approach has been applied to trade receivables and contract assets as permitted by IFRS 9, which requires expected lifetime losses to be recognised from initial recognition of trade receivables and contract assets. The Group assesses, on a forward-looking basis, the ECL, defined as the contractual cash flows and the cash flows that are expected to be received associated with its assets at amortised cost.

Trade receivable and contract assets:

To measure the expected credit losses, trade receivables and contract assets have been grouped based on shared credit risk characteristics and the days past due. The contract assets relate to unbilled work in progress and have substantially the same risk characteristics as the trade receivables for the same types of contracts.

The Group has therefore concluded that the expected loss rates for trade receivables are a reasonable approximation of the loss rates for the contract assets.

During this process, the probability of the non-payment of the trade receivables and contract assets is assessed.

- This probability is then multiplied by the amount of the expected loss arising from default to determine the lifetime expected credit loss for the trade receivables and contract assets.
- The expected credit loss model applies a percentage based on an assessment of historical default rates and certain forward looking information, against receivables and contract assets that are grouped into certain age brackets.
- In assessing the expected credit loss, the location of customers as well as their global presence is considered in the calculation. Typically, when these customers are in default it is due to disputes over the provision of a good or service, or billing technicalities, and not due to a credit risk due to an inability to settle their accounts.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

Trade receivable and contract assets (continued)

- The forward-looking information that is incorporated includes:
 - emerging or anticipated changes in the macroeconomic environment where a customer is located; for example, geographies where there are sensitive fluctuations to foreign currency rates and/or where the customer debt is in a volatile currency; and
 - anticipated changes in the ownership or management of a customer which is in default, or where long-term relationships with customer management are likely to be compromised.

This method for calculating a provision is further supplemented by a specific review against higher value and aged trade receivables where there are other more specific risk factors identified from publicly available information such as insolvency proceedings. Other specific risk factors considered in this assessment are the age past due of the receivable, the probability of default by reference to past experience, the extent to which the customer is engaging in discussions to settle the debt, or conversely, whether there is an ongoing dispute as well as the macroeconomic environment of the geography/market in which the customer is located.

For trade receivables, which are reported net, such ECLs are recorded in a separate ECL account, with the profit or loss being recognised within profit from operating activities in the consolidated statement of comprehensive income. On confirmation that the trade receivable will not be collectable, the gross carrying value of the asset is written off against the associated ECL. Factors which are considered are as follows:

- A loss allowance is recognised for all trade receivables, in accordance with IFRS 9, and is monitored at the end of each reporting period. To measure the ECLs, the trade receivables have been grouped based on shared credit risk characteristics and into common ageing buckets. The historic loss rates are calculated for each ageing category from current to two years. The calculated historic loss rates are adjusted for identified forward-looking factors per ageing bucket for each risk category.
- Management may make further adjustments to the ECL to consider specific event risk where there is uncertainty in respect of the model's ability to capture conditions due to inherent limitations of modelling; for example, when a trade receivable has been placed under liquidation and proceedings are at a stage that a reliable estimate of non-recoverability can be made. These specifically identified debtors are removed from the ECL buckets when modelling the remainder of the trade receivables.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

Adoption of amendments to existing standards and interpretations

The Group and Company adopted the following amendments to existing standards and interpretations which are effective for the first time:

| Applicable standard or note | Amendment | Amendment application | Effective reporting period |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------|
| IAS 1 Presentation of Financial Statements ("IAS 1") | Classification of liabilities as current or non-current | The amendment defers the effective date of the January 2020 amendments by one year, so that entities would be required to apply the amendment for annual periods beginning on or after 1 January 2024. These amendments clarify how conditions which an entity must comply within twelve months after the reporting period affect the classification of a liability. The amendments also aim to improve information an entity provides related to liabilities subject to these amendments. | 1 January 2024 |
| IAS 7 Statement of Cash Flows ("IAS 7") and IFRS 7 Financial Instruments: Disclosures ("IFRS 7") | Disclosure of supplier finance arrangements | The amendments add disclosure requirements, and 'signposts' within existing disclosure requirements, that ask entities to provide qualitative and quantitative information about supplier finance arrangements. | 1 January 2024 |
| IFRS 16 Leases ("IFRS 16") | Accounting for sale and leaseback transactions after the date of the transaction | These amendments include requirements for sale and leaseback transactions in IFRS 16 to explain how an entity accounts for a sale and leaseback after the date of the transaction. Sale and leaseback transactions where some or all the lease payments are variable lease payments that do not depend on an index or rate are most likely to be impacted. | 1 January 2024 |

The Group has adopted the amendments to IAS 7 and IFRS 7 as it relates to the supplier finance arrangements during the current financial year. The Group has assessed that the amendments impact the Group accounting policies, consolidated balance sheet, the consolidated cashflow statement as well as the notes to the consolidated financial statements. There is no resultant impact on the consolidated income statement or statement of changes in equity as a result of the amendments. Refer to note 19 for further disclosures. In line with the transition requirements contained in IAS 7 paragraph 63(a), the Group has not restated comparative information previously presented for the supplier finance arrangements.

The application of all the other amendments to the existing standards had no material impact on the disclosures or amounts recognised in the Group's consolidated financial statements.

New or Revised Accounting Standards and Amendments to existing new standards not yet effective

At the date of authorisation of these consolidated financial statements, the following new or revised accounting standards and amendments to existing standards applicable to the Group and Company were in issue but not yet effective:

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

New or Revised Accounting Standards and Amendments to existing new standards not yet effective (continued)

| Applicable standard or note | Amendment | Amendment application | Effective reporting period |
|-----------------------------------------------------------------|--------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------|
| IAS 21 The Effects of Changes in Foreign Exchange Rates | Lack of exchangeability | The amendments contain guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not. | 1 January 2025 |
| IFRS 9 Financial Instruments ("IFRS 9") and IFRS 7 | Classification and measurement of financial instruments | These amendments clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities and assessing whether a financial asset meets the solely payments of principal and interest ("SPPI") criterion. The amendments also add new disclosures for certain instruments with contractual terms that can change cash flows and makes updates to the disclosures for equity instruments designated at fair value through other comprehensive income. | 1 January 2026 |
| Amendment to IFRS 9 and IFRS 7 | Contracts Referencing Nature-dependent Electricity | The amendments change the 'own use' and hedge accounting requirements of IFRS 9 and include targeted disclosure requirements to IFRS 7. These amendments apply only to contracts that expose an entity to variability in the underlying amount of electricity because the source of its generation depends on uncontrollable natural conditions (such as the weather). These are described as 'contracts referencing nature-dependent electricity'. | 1 January 2026 |
| Annual improvements to IFRS – Volume 11 | 2024 amendments to existing accounting standards | The amendments contain annual improvements which are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. | 1 January 2026 |
| IFRS 18 Presentation and Disclosure in Financial Statements | New accounting standard on presentation and disclosure in financial statements | The new standard focuses on updates to the statement of profit or loss, specifically the structure thereof, required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and note in general. IFRS 18 aims to replace the above requirements as previously set out in IAS 1. | 1 January 2027 |
| IFRS 19 Subsidiaries without Public Accountability: Disclosures | New accounting standard working alongside other IFRSs | Voluntary standard for eligible subsidiaries to apply reduced disclosure requirements in IFRS 19. | 1 January 2027 |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

2. MATERIAL ACCOUNTING POLICIES AND BASIS OF PREPARATION (CONTINUED)

New or Revised Accounting Standards and Amendments to existing new standards not yet effective (continued)

The Group did not early adopt any new, revised or amended accounting standards or interpretations.

The accounting standards, amendments to issued accounting standards and interpretations, which are relevant to the Group but not yet effective at 28 February 2025, are being evaluated for the impact of these pronouncements. Other than the newly published IFRS 18 Presentation and Disclosure in Financial Statements standard, the other accounting standards, amendments to issued standards and interpretations are not expected to have a material impact.

3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCE OF ESTIMATION OF UNCERTAINTY

Critical judgements in applying the Group's accounting policies

In the process of applying the Group's accounting policies, which are described in note 2, management has made the below mentioned critical judgement that has a significant effect on the amounts recognised in the financial statements (in addition to those involving estimations, which are dealt with in the below section):

Revenue recognition: Software, cloud services and related licences

The Group provides cloud related services to its customers. The Group has applied significant review to determine whether it acts as an agent or principal in these arrangements in accordance with the principles of IFRS 15. The Group concluded that it usually acts as an agent by arranging for the provision of SaaS from its vendors to its customers. Accordingly, the Group recognises cloud related services on a net basis at the point in time that the client is given access to the vendor estate. In the cases where the Group is contractually responsible for managing and providing access to the underlying real estate it has been determined that the Group acts as principal with revenue being recognised gross over time.

Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date are discussed below.

(a) Impairment of goodwill

Determining whether goodwill is impaired requires an estimation of the value-in-use of the cash generating units to which goodwill has been allocated. The value-in-use calculation requires the Group to estimate the future cash flows expected to arise from the cash generating unit and a suitable discount rate in order to calculate present value. Future cash flows are derived from the approved budgets and strategic plans. Management believes this is a reliable approach based on past experience.

The Group prepares a valuation based on various scenarios and each of these scenarios have different growth rate assumptions. The growth rate assumptions are in relation to periods covered by Board approved plans. Other key assumptions are the discount rate, where the Group uses its corporate weighted average cost of capital and the conversion to cash ratio of future profits. The valuation models all assume steady growth in perpetuity. Pre-tax discount rate(s) are applied to cashflow projections on various scenarios. If any of these assumptions were to change materially, the resulting valuation is likely to be different (see note 10).

(b) Valuation of intangibles

When valuing customer relationships and backlog on acquisition the Group uses various assumptions including estimated discount rates, expected useful life, expected levels of customer retention and profit margins relevant to the market in which the acquired business operates. If any of these assumptions were to change materially, the resulting valuation is likely to be different (see note 10).

(c) Provisions and other creditors

Management applies judgement when estimating the amounts to be recorded for provisions, and certain accruals and other creditors. Management uses historical transactions and other relevant information to estimate the value

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCE OF ESTIMATION OF UNCERTAINTY (CONTINUED)

Key sources of estimation uncertainty (continued)

of the balances as reliably as possible, but it is acknowledged that final settlement of the amounts may differ from those initially recognised. Refer to provisions (note 23) and financial assets (note 18) for further information regarding the estimations applied.

4. REVENUE

An analysis of the Group's revenue is as follows:

| | 2025 \$'000 | 2024 \$'000 |
|--------------------------------------------|------------------|------------------|
| Revenue from product sales | 655,897 | 735,955 |
| <i>Revenue from sales of hardware</i> | 492,016 | 569,948 |
| <i>Revenue from sales of software*</i> | 163,881 | 166,007 |
| Timing of the product sales | 655,897 | 735,955 |
| <i>At a point in time</i> | 655,897 | 735,955 |
| Revenue from services | 199,629 | 202,101 |
| <i>Revenue from professional services</i> | 199,629 | 202,101 |
| Timing of the service sales | 199,629 | 202,101 |
| <i>At a point in time</i> | 1,555 | 1,406 |
| <i>Over time</i> | 198,074 | 200,695 |
| Revenue from annuity services | 321,804 | 313,160 |
| <i>Revenue from cloud services</i> | 136,545 | 153,947 |
| <i>Revenue from other annuity services</i> | 185,259 | 159,213 |
| Timing of the annuity services sales | 321,804 | 313,160 |
| <i>At a point in time</i> | 50,460 | 42,708 |
| <i>Over time</i> | 271,344 | 270,452 |
| | <u>1,177,330</u> | <u>1,251,216</u> |

* Includes software as a service revenue.

As at 28 February 2025 the Group had \$808.6 million (2024: \$801.7 million) of transaction price allocated to the remaining performance obligations under contract and the entity will recognise this revenue as the performance obligations are met. This is expected to be recognised as \$495.0 million over the next 12 months (2024: \$478.0 million) and \$313.6 million over the next 13 to 60 months (2024: \$323.7 million).

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

5. PROFIT BEFORE TAX

The following items have been charged/(credited) in arriving at profit on ordinary activities before taxation:

| | 2025 \$'000 | 2024 \$'000 |
|-----------------------------------------------------------------------------------------------------------------------------------|----------------|----------------|
| Net foreign exchange losses | 37 | 432 |
| Loss on disposal of fixed assets | 35 | 376 |
| Depreciation of property, plant and equipment: | | |
| - Land and building | 126 | 288 |
| - Short-term leasehold improvements | 851 | 2,043 |
| - Plant and machinery | 121 | 163 |
| - Computer equipment and software | 7,016 | 7,503 |
| - Motor vehicles | 104 | 103 |
| - Fixtures, office furniture and fittings | 676 | 939 |
| Depreciation of right-of-use assets | | |
| - Land and building | 9,253 | 9,770 |
| - Computer equipment and software | 746 | 1,464 |
| - Motor vehicles | 2,472 | 2,226 |
| - Fixtures and fittings | 12 | 49 |
| Amortisation of other intangibles assets | | |
| - Backlog acquired | - | 739 |
| - Customer relationships | 2,041 | 2,068 |
| - Capitalised development expenditure | 3 | 44 |
| Impairment of right-of-use assets | | |
| - Land and building | 661 | - |
| Impairment of goodwill | 76 | 8,808 |
| Gain on bargain purchase | (39) | - |
| Lease payments: | | |
| - Short-term lease payments | 1,186 | 1,629 |
| - Low value asset lease payments | 389 | 492 |
| - Variable lease payments | 883 | 1,203 |
| Inventory recognised as an expense | 472,566 | 562,798 |
| Staff costs (see note 8) | 342,335 | 342,659 |
| Datatec management fees | 4,965 | 4,885 |
| Auditors' remuneration: | | |
| - For the audit of the Company's annual financial statements | 512 | 453 |
| - Fees payable to the Company's auditors and their associates for the audit of the Company's subsidiaries pursuant to legislation | 1,166 | 1,108 |
| - Tax compliance | 5 | 19 |
| - Expenses | 3 | 28 |

The Directors have agreed with the Company's auditors that the auditors' liability to damages for breach of duty in relation to the audit of the Company's financial statements for the year to 28 February 2025 and the financial statements of its UK subsidiaries whose statutory audits are governed by the same agreement with the auditors (the 'subsidiaries') will be limited to the greater of £5,000,000 or 5 times the auditors' fees for the statutory audits, and that, in any event, the auditors' liability for damages will be limited to that part of any loss suffered by the Company and the subsidiaries as is just and equitable having regard to the extent to which the auditors, the Company, the subsidiaries and any third parties are responsible for the loss in question. The shareholders of the Company approved this liability limitation agreement, as required by the Companies Act 2006, by a resolution dated 10 October 2024.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year ended 28 February 2025

6. FINANCE INCOME

| | 2025 | 2024 |
|-----------------------------------------------------|---------------|---------------|
| | \$'000 | \$'000 |
| Bank interest receivable and similar income | 4,688 | 1,557 |
| Interest receivable on finance lease receivables | 1,791 | 1,323 |
| Fair value gain on derivative financial instruments | | 840 |
| | <u>6,479</u> | <u>3,720</u> |

7. FINANCE COSTS

| | 2025 | 2024 |
|---------------------------------------------------------------------|---------------|---------------|
| | \$'000 | \$'000 |
| Interest on bank overdrafts, loans and other borrowings | 16,900 | 14,731 |
| Interest on amounts owed to holding company and fellow subsidiaries | 611 | 939 |
| Interest on obligations under leases | 1,564 | 2,434 |
| Fair value loss on derivative financial instruments | 816 | |
| | <u>19,891</u> | <u>18,104</u> |

8. INFORMATION REGARDING DIRECTORS AND EMPLOYEES

| | 2025 | 2024 |
|----------------------------------------------------------------------|--------------|--------------|
| | No. | No. |
| Monthly average number of people employed including directors | | |
| Professional services and service delivery | 2,779 | 2,726 |
| Sales and business support | 1,573 | 1,586 |
| | <u>4,352</u> | <u>4,312</u> |

Their aggregate remuneration comprised:

| | 2025 | 2024 |
|-----------------------------|----------------|----------------|
| | \$'000 | \$'000 |
| Wages and salaries | 293,692 | 298,480 |
| Termination benefits | 4,897 | 2,625 |
| Social security costs | 31,032 | 29,730 |
| Other pension costs | 10,312 | 9,433 |
| Share-based payments charge | 2,402 | 2,391 |
| Total staff costs | <u>342,335</u> | <u>342,659</u> |

Directors' remuneration

| | 2025 | 2024 |
|----------------------|---------------|---------------|
| | \$'000 | \$'000 |
| Emoluments | 1,654 | 1,457 |
| Pension contribution | 93 | 90 |
| Share-based payments | 956 | 11 |
| Total staff costs | <u>2,703</u> | <u>1,558</u> |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

8 INFORMATION REGARDING DIRECTORS AND EMPLOYEES (CONTINUED)

| Highest paid director's emoluments | 2025 \$'000 | 2024 \$'000 |
|------------------------------------|----------------|----------------|
| Emoluments | 1,111 | 1,010 |
| Pension contribution | 73 | 72 |
| Share-based payments | 620 | - |
| Total staff costs | <u>1,804</u> | <u>1,082</u> |

Two of the Directors were members of the Logicalis defined contribution pension scheme in the year and contributions made by the Company to the scheme on their behalf are included in pension contributions above (2024: two Directors). Also included in pension contributions above are contributions towards one of the Directors' personal pension schemes (2024: one Director).

In addition to the remuneration shown above, certain directors and other senior management are beneficiaries of the share schemes operated by the Group. During the year no directors (2024: one director) exercised under the Logicalis Group Limited Cash-Settled Share Appreciation Rights Scheme and two directors (2024: none) exercised under the Logicalis Group Limited Cash-Settled Conditional Share Plan. For further details refer to note 27.

During the year, the highest paid Director exercised 110,293 share options (2024: nil) and did not receive any share options (2024: nil).

Defined contribution scheme

The Group operates defined contribution pension schemes in certain of its territories. The cost of providing this benefit is charged to the Income Statement in the period to which the contributions relate. The Group has no legal or constructive obligations to make further pension payments.

The total cost charged to the Income Statement of \$10.3 million (2024: \$9.4 million) represents contributions payable to these schemes by the Group at rates specified in the rules of these schemes.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year ended 28 February 2025

9. TAX

| | 2025 | 2024 |
|----------------------------------------------|---------------|---------------|
| | \$'000 | \$'000 |
| Current taxation | | |
| <i>United Kingdom corporation tax:</i> | | |
| Credit for the current year | (692) | (867) |
| Adjustment in respect of prior periods | 21 | 433 |
| <i>Foreign tax:</i> | | |
| Charge for the current year | 16,427 | 13,620 |
| Adjustment in respect of prior periods | 480 | 167 |
| Total current taxation | <u>16,236</u> | <u>13,353</u> |
| Deferred taxation | | |
| Charge/(Credit) for the year | 220 | (2,916) |
| Adjustment in respect of prior periods | 682 | 2,363 |
| Total deferred taxation (see note 16) | <u>902</u> | <u>(553)</u> |
| Tax charge on profit | <u>17,138</u> | <u>12,800</u> |

The charge for the year can be reconciled to the profit before tax per the Consolidated Income Statement as follows:

| | 2025 | 2024 |
|------------------------------------------------------------------------------------|---------------|---------------|
| | \$'000 | \$'000 |
| Profit before tax | <u>48,119</u> | <u>10,904</u> |
| Tax at the UK Corporation tax rate of 25% (2024: 24.5%) | 12,030 | 2,671 |
| <i>Factors affecting charge for the year:</i> | | |
| Tax effect of expenses not deductible in determining taxable profit | 779 | 619 |
| Tax effect of different tax rates of subsidiaries operating in other jurisdictions | (238) | (80) |
| Tax arising on dividend flows | 331 | |
| Exempt profits/incentives | (20) | - |
| Non-recoverable withholding tax | 409 | 743 |
| Intra-group management fees | 413 | 615 |
| Change in deferred tax rate | - | (31) |
| Non-deductible goodwill impairment | 19 | 2,159 |
| Deferred tax assets not recognised | 2,647 | 3,273 |
| Tax losses utilised | (236) | (144) |
| Share based payments | 54 | 12 |
| Non-taxable profit on disposal | (233) | - |
| Adjustment in respect of prior periods | 1,183 | 2,963 |
| Tax charge on profit | <u>17,138</u> | <u>12,800</u> |

The Finance Act 2022, which provides that the UK corporation tax rate be increased to 25% from 1 April 2023, was substantively enacted on 24 March 2022. The UK Corporation tax rate of 24.5% for 2024 is the weighted average tax rate for the year and UK deferred tax balances at 29 February 2024 have been recognised at a rate of 25%.

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Year ended 28 February 2025

9. TAX (CONTINUED)

| | 2025 | 2024 |
|-------------------------|-----------------|-----------------|
| | \$'000 | \$'000 |
| Current tax recoverable | 3,361 | 3,783 |
| Current tax payable | <u>(12,696)</u> | <u>(11,061)</u> |

10. GOODWILL

| | 2025 | 2024 |
|--------------------------------------|----------------|----------------|
| | \$'000 | \$'000 |
| Cost | | |
| At 1 March | 213,054 | 210,880 |
| Exchange movements | (1,958) | 2,174 |
| Acquisition of subsidiaries | 76 | |
| Disposal of subsidiary | <u>(1,844)</u> | |
| At 28/29 February | <u>209,328</u> | <u>213,054</u> |
| Accumulated impairment losses | | |
| At 1 March | 51,633 | 41,235 |
| Exchange movements | (332) | 1,590 |
| Impairment | 76 | 8,808 |
| Disposal of subsidiary | <u>(1,844)</u> | <u>-</u> |
| At 28/29 February | <u>49,533</u> | <u>51,633</u> |
| Carrying amount | | |
| At 28/29 February | <u>159,795</u> | <u>161,421</u> |

Goodwill acquired in a business combination is allocated, at acquisition, to the cash generating units that are expected to benefit from that business combination. The carrying amount of goodwill has been allocated as follows:

| | 2025 | 2024 |
|---------------|----------------|----------------|
| | \$'000 | \$'000 |
| North America | 102,720 | 102,720 |
| EMEA | 36,572 | 37,803 |
| Asia Pacific | <u>20,503</u> | <u>20,898</u> |
| | <u>159,795</u> | <u>161,421</u> |

The Group tests goodwill annually for impairment or more frequently if there are indicators that goodwill might be impaired. The recoverable amount of goodwill is determined from value-in-use. The key assumptions for the value-in-use calculations are those regarding discount rates and growth rates. Management estimates discount rates using pre-tax rate of returns that reflect current market assessments of the time value of money and the risks specific to the various cash generating units to which goodwill is attributable. The growth rates are based on industry growth forecasts. Management obtained services of experts in confirming these assumptions used in the calculations.

Future earnings: cash flow forecasts are prepared and derived from the most recent financial budgets for the next three years which are approved by management. EBITDA is considered a reliable indicator of operational performance and is considered a key assumption in the estimation of forecast future financial performance. Cash flows are extrapolated for a further two to four years based on an estimated growth rate of 2.2%. The rates do not exceed the average long-term growth rate for the relevant markets.

LOGICALIS INTERNATIONAL LIMITED

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10. GOODWILL (CONTINUED)

The pre-tax rate used to discount the forecast cash flows is 13.50% (2024: 13.22%).

When preparing cash flow forecasts management further assess recoverability by performing sensitivity analysis whereby budgeted revenue growth is reduced by 50% and gross margin percentages are held constant.

The Directors believe that a possible change in the key assumptions on which recoverable amounts are based, would not cause the aggregate carrying amount to exceed the aggregate recoverable amount of the CGUs.

On 1 March 2024, LGLP Proprietary Limited, a fully owned subsidiary of Datatec Limited was transferred to Logicalis International Limited resulting in goodwill of \$76,000. This goodwill was assessed to not be recoverable and was therefore immediately impaired.

As at 29 February 2024 an impairment review of Q Associates Limited (Q Associates) in the UK showed goodwill higher than the recoverable amount and goodwill amounting to \$8.8 million was impaired. Q Associates, acquired in 2022, is a leading provider of IT consultancy and advisory services around data management, data protection, compliance and information security. On 1 March 2023, Q Associates was hived up into Logicalis UK Limited.

11. OTHER INTANGIBLE ASSETS

| | Capitalised development expenditure \$'000 | Backlog acquired \$'000 | Customer relation- ships \$'000 | Total \$'000 |
|---------------------------------|-----------------------------------------------------|-------------------------------|------------------------------------------|-----------------|
| Cost | | | | |
| At 1 March 2024 | 6,026 | 2,407 | 13,529 | 21,962 |
| Exchange movements | 1 | (8) | (207) | (214) |
| Disposals | (6,002) | (2,399) | (3,445) | (11,846) |
| Disposal of subsidiary | (25) | - | - | (25) |
| At 28 February 2025 | - | - | 9,877 | 9,877 |
| Accumulated amortisation | | | | |
| At 1 March 2024 | 6,004 | 2,407 | 7,854 | 16,265 |
| Exchange movements | - | (8) | (127) | (135) |
| Charge for the year | 3 | - | 2,041 | 2,044 |
| Disposals | (6,002) | (2,399) | (3,445) | (11,846) |
| Disposal of subsidiary | (5) | - | - | (5) |
| At 28 February 2025 | - | - | 6,323 | 6,323 |
| Carrying amount | | | | |
| At 28 February 2025 | - | - | 3,554 | 3,554 |
| At 29 February 2024 | 22 | - | 5,675 | 5,697 |

Customer relationships carrying amount includes \$1.9 million (2024: \$2.7 million) with a remaining amortisation period of 3 years (2024: 4 years), \$1.1 million (2024: \$1.6 million) with a remaining amortisation period of 2 years (2024: 3 years) and \$0.6 million (2024: \$1.1 million) with a remaining amortisation period of 1 year (2024: 2 years).

LOGICALIS INTERNATIONAL LIMITED

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Year ended 28 February 2025

11. OTHER INTANGIBLE ASSETS (CONTINUED)

| | Capitalised Development expenditure \$'000 | Backlog acquired \$'000 | Customer relation- ships \$'000 | Total \$'000 |
|---------------------------------|---------------------------------------------------------------|----------------------------------------|----------------------------------------------------|-------------------------|
| Cost | | | | |
| At 1 March 2023 | 6,161 | 2,343 | 13,292 | 21,796 |
| Exchange movements | 1 | 64 | 237 | 302 |
| Disposals | (136) | | | (136) |
| At 29 February 2024 | <u>6,026</u> | <u>2,407</u> | <u>13,529</u> | <u>21,962</u> |
| Accumulated amortisation | | | | |
| At 1 March 2023 | 6,042 | 1,632 | 5,720 | 13,394 |
| Exchange movements | - | 36 | 66 | 102 |
| Charge for the year | 44 | 739 | 2,068 | 2,851 |
| Disposal | (82) | - | - | (82) |
| At 29 February 2024 | <u>6,004</u> | <u>2,407</u> | <u>7,854</u> | <u>16,265</u> |
| Carrying amount | | | | |
| At 29 February 2024 | <u>22</u> | | <u>5,675</u> | <u>5,697</u> |
| At 28 February 2023 | <u>119</u> | <u>711</u> | <u>7,572</u> | <u>8,402</u> |

The anticipated life of intangible assets is regularly reviewed in accordance with IAS 38 'Intangible Assets'.

Backlog acquired represents the fair value of uncompleted sales orders of the target business on acquisition by the Group and is amortised over its estimated life, which is on average two years.

Customer relationships represent discounted cash flows from estimated recurring revenue streams from customers of the target business on acquisition by the Group and are amortised over their estimated useful economic lives, which is on average five years.

Capitalised development expenditure represents investment in the implementation of large customer relationship software. Amortisation is charged on a straight-line basis over the life of the software licences.

LOGICALIS INTERNATIONAL LIMITED

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12. PROPERTY, PLANT AND EQUIPMENT

| | Land and building \$'000 | Short-term Leasehold improve- ments \$'000 | Plant and machin- ery \$'000 | Computer equipment and software \$'000 | Motor vehicles \$'000 | Fixtures, office furniture and fittings \$'000 | Total \$'000 |
|---------------------------------|-----------------------------------|--------------------------------------------------------|---------------------------------------|----------------------------------------------------|-----------------------------|---------------------------------------------------------------|-----------------|
| Cost | | | | | | | |
| At 1 March 2024 | 2,543 | 7,528 | 821 | 71,202 | 884 | 6,926 | 89,904 |
| Exchange movements | (110) | (61) | (33) | (814) | - | (160) | (1,178) |
| Additions | 6 | 630 | 207 | 4,940 | 17 | 713 | 6,513 |
| Disposal of subsidiary | - | - | - | (151) | - | (24) | (175) |
| Disposals and transfers | (2) | (205) | (22) | (11,213) | (41) | (521) | (12,004) |
| At 28 February 2025 | <u>2,437</u> | <u>7,892</u> | <u>973</u> | <u>63,964</u> | <u>860</u> | <u>6,934</u> | <u>83,060</u> |
| Accumulated depreciation | | | | | | | |
| At 1 March 2024 | 734 | 5,630 | 554 | 55,926 | 555 | 4,851 | 68,250 |
| Exchange movements | (36) | (47) | (25) | (543) | - | (94) | (745) |
| Charge for the year | 126 | 851 | 121 | 7,016 | 104 | 676 | 8,894 |
| Disposal of subsidiary | - | - | - | (144) | - | (15) | (159) |
| Disposals and transfers | - | (233) | (22) | (11,106) | (41) | (420) | (11,822) |
| At 28 February 2025 | <u>824</u> | <u>6,201</u> | <u>628</u> | <u>51,149</u> | <u>618</u> | <u>4,998</u> | <u>64,418</u> |
| Carrying amount | | | | | | | |
| At 28 February 2025 | <u>1,613</u> | <u>1,691</u> | <u>345</u> | <u>12,815</u> | <u>242</u> | <u>1,936</u> | <u>18,642</u> |
| At 29 February 2024 | <u>1,809</u> | <u>1,898</u> | <u>267</u> | <u>15,276</u> | <u>329</u> | <u>2,075</u> | <u>21,654</u> |

LOGICALIS INTERNATIONAL LIMITED

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Year ended 28 February 2025

12. PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

| | Land and building \$'000 | Short-term Leasehold improve- ments \$'000 | Plant and machin- ery \$'000 | Computer equipment and software \$'000 | Motor vehicles \$'000 | Fixtures, office furniture and fittings \$'000 | Total \$'000 |
|---------------------------------|-----------------------------------|--------------------------------------------------------|---------------------------------------|----------------------------------------------------|-----------------------------|---------------------------------------------------------------|-----------------|
| Cost | | | | | | | |
| At 1 March 2023 | 2,421 | 11,915 | 1,272 | 68,128 | 727 | 9,399 | 93,862 |
| Exchange movements | (26) | (54) | 21 | (44) | 7 | 14 | (82) |
| Additions | 155 | 714 | 88 | 9,990 | 321 | 1,274 | 12,542 |
| Disposals and transfers | (7) | (5,047) | (560) | (6,872) | (171) | (3,761) | (16,418) |
| At 29 February 2024 | <u>2,543</u> | <u>7,528</u> | <u>821</u> | <u>71,202</u> | <u>884</u> | <u>6,926</u> | <u>89,904</u> |
| Accumulated depreciation | | | | | | | |
| At 1 March 2023 | 467 | 8,629 | 323 | 55,315 | 534 | 7,386 | 72,654 |
| Exchange movements | (14) | (38) | 50 | (53) | 4 | (3) | (54) |
| Charge for the year | 288 | 2,043 | 163 | 7,503 | 103 | 939 | 11,039 |
| Disposals and transfers | (7) | (5,004) | 18 | (6,839) | (86) | (3,471) | (15,389) |
| At 29 February 2024 | <u>734</u> | <u>5,630</u> | <u>554</u> | <u>55,926</u> | <u>555</u> | <u>4,851</u> | <u>68,250</u> |
| Carrying amount | | | | | | | |
| At 29 February 2024 | <u>1,809</u> | <u>1,898</u> | <u>267</u> | <u>15,276</u> | <u>329</u> | <u>2,075</u> | <u>21,654</u> |
| At 28 February 2023 | <u>1,954</u> | <u>3,286</u> | <u>949</u> | <u>12,813</u> | <u>193</u> | <u>2,013</u> | <u>21,208</u> |

LOGICALIS INTERNATIONAL LIMITED

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Year ended 28 February 2025

13. RIGHT-OF-USE ASSETS

| | Land and building \$'000 | Computer equipment \$'000 | Motor vehicles \$'000 | Fixtures, office furniture and fittings \$'000 | Total \$'000 |
|---------------------------------|--------------------------------|---------------------------------|-----------------------------|------------------------------------------------------------|-----------------|
| Cost | | | | | |
| At 1 March 2024 | 50,316 | 12,456 | 11,307 | 188 | 74,267 |
| Exchange movements | (1,043) | (114) | (510) | (6) | (1,673) |
| Additions | 13,077 | 614 | 4,310 | - | 18,001 |
| Disposal of subsidiary | (70) | - | - | - | (70) |
| Disposals and transfers | (10,238) | 70 | (1,163) | (24) | (11,355) |
| At 28 February 2025 | 52,042 | 13,026 | 13,944 | 158 | 79,170 |
| Accumulated depreciation | | | | | |
| At 1 March 2024 | 28,707 | 10,731 | 7,280 | 126 | 46,844 |
| Exchange movements | (609) | (118) | (320) | (5) | (1,052) |
| Charge for the year | 9,253 | 746 | 2,472 | 12 | 12,483 |
| Impairment | 661 | - | - | - | 661 |
| Disposal of subsidiary | (31) | - | - | - | (31) |
| Disposals and transfers | (9,503) | (1) | (821) | 1 | (10,324) |
| At 28 February 2025 | 28,478 | 11,358 | 8,611 | 134 | 48,581 |
| Carrying amount | | | | | |
| At 28 February 2025 | 23,564 | 1,668 | 5,333 | 24 | 30,589 |
| At 29 February 2024 | 21,609 | 1,725 | 4,027 | 62 | 27,423 |

LOGICALIS INTERNATIONAL LIMITED

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13. RIGHT-OF-USE ASSETS (CONTINUED)

| | Land and building \$'000 | Computer equipment \$'000 | Motor vehicles \$'000 | Fixtures, office furniture and fittings \$'000 | Total \$'000 |
|---------------------------------|--------------------------------|---------------------------------|-----------------------------|------------------------------------------------------------|-----------------|
| Cost | | | | | |
| At 1 March 2023 | 48,008 | 12,040 | 8,974 | 337 | 69,359 |
| Exchange movements | (3) | (102) | 180 | 3 | 78 |
| Additions | 10,923 | 2,056 | 2,635 | 30 | 15,644 |
| Early terminations | (8,612) | (1,538) | (482) | (182) | (10,814) |
| At 29 February 2024 | 50,316 | 12,456 | 11,307 | 188 | 74,267 |
| Accumulated depreciation | | | | | |
| At 1 March 2023 | 27,338 | 10,886 | 5,375 | 257 | 43,856 |
| Exchange movements | (94) | (81) | 102 | 1 | (72) |
| Charge for the year | 9,770 | 1,464 | 2,226 | 49 | 13,509 |
| Early terminations | (8,307) | (1,538) | (423) | (181) | (10,449) |
| At 29 February 2024 | 28,707 | 10,731 | 7,280 | 126 | 46,844 |
| Carrying amount | | | | | |
| At 29 February 2024 | 21,609 | 1,725 | 4,027 | 62 | 27,423 |
| At 28 February 2023 | 20,670 | 1,154 | 3,599 | 80 | 25,503 |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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14. INVESTMENTS

In 2024 the investments comprised an investment that did not qualify as an associate.

| | Country | Nature of business | Ownership % | | Carrying Value \$'000 | |
|--------------------------|---------|--------------------|-------------|------|--------------------------|------|
| | | | 2025 | 2024 | 2025 | 2024 |
| Other Investments | | | | | | |
| WhiteBear Solutions | Spain | ICT Solutions | - | 1.0 | - | 18 |

On 25 November 2024 the Group disposed of its 1% share in WhiteBear Solutions for EUR 819 (\$869) proceeds. During the year, prior to disposal, the carrying value had been impaired down to the expected selling price, therefore the profit on disposal was \$nil.

15. FINANCE LEASE RECEIVABLES

| | 2025 | | 2024 | |
|-------------------------------------------------|----------------------------------|---------------------------------------------------|----------------------------------|---------------------------------------------------|
| | Minimum lease payments \$'000 | Present value of minimum lease payments \$'000 | Minimum lease payments \$'000 | Present value of minimum lease payments \$'000 |
| Amounts receivable under finance leases: | | | | |
| Within one year | 8,454 | 7,407 | 9,524 | 8,517 |
| Between one and two years | 6,279 | 5,450 | 7,876 | 7,096 |
| Between two and three years | 5,409 | 4,740 | 5,535 | 4,921 |
| Between three and four years | 4,941 | 4,470 | 4,651 | 4,177 |
| Between four and five years | 4,640 | 4,349 | 4,176 | 3,842 |
| After five years | 5,685 | 5,549 | 9,056 | 8,773 |
| | <u>35,408</u> | <u>31,965</u> | <u>40,818</u> | <u>37,326</u> |
| Less: unearned finance income | (3,443) | - | (3,492) | - |
| Present value of minimum lease payments | <u>31,965</u> | <u>31,965</u> | <u>37,326</u> | <u>37,326</u> |
| Current portion | | 7,407 | | 8,517 |
| Non-current portion | | 24,558 | | 28,809 |
| | | <u>31,965</u> | | <u>37,326</u> |

Leases are provided to customers as part of financing for large product deals. In order to manage the risk associated with rights retained in the underlying assets, penalty clauses are included in contracts whereby customers are required to pay off the remainder of the value of the products should they exit the lease contract.

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15. FINANCE LEASE RECEIVABLES (CONTINUED)

The carrying value of finance lease receivables approximates fair value, therefore no fair value disclosures are provided.

Finance leases bear interest between 0% and 7.80% (2024: 1.10% and 14.44%) and are repayable at various dates between June 2025 and April 2032 (2024: September 2024 and January 2031).

All of the exposure (2024: all) is with one customer that has an external credit rating of A1 and that has no history of default. Expected credit losses for the year are \$nil (2024: \$nil).

16. DEFERRED TAXATION

The following are the significant deferred tax assets and liabilities recognised by the Group and movements thereon. Deferred tax assets and liabilities are non-current in nature.

Deferred tax assets

| | 2025 \$'000 | 2024 \$'000 |
|----------------------------------------------------------|----------------|----------------|
| Opening balance at 1 March | 30,291 | 25,770 |
| Arising on disposal of subsidiaries | (46) | |
| (Charge)/Credit to the Income Statement | (7,271) | 4,499 |
| Other movements recognised in Other Comprehensive Income | (29) | 22 |
| | <u>22,945</u> | <u>30,291</u> |

Analysis of deferred tax assets

| | 2025 \$'000 | 2024 \$'000 |
|--------------------------------|----------------|----------------|
| Accelerated capital allowances | 1,843 | 2,546 |
| Accruals and similar items | 6,221 | 8,348 |
| Goodwill and intangibles | 2,389 | 2,914 |
| Tax losses | 5,767 | 5,895 |
| IFRS16 lease liabilities | 6,454 | 10,286 |
| Other temporary differences | 271 | 302 |
| | <u>22,945</u> | <u>30,291</u> |

Deferred tax liabilities

| | 2025 \$'000 | 2024 \$'000 |
|----------------------------------------------------------|----------------|----------------|
| Opening balance at 1 March | 37,987 | 34,041 |
| (Credit)/Charge to the Income Statement | (6,369) | 3,946 |
| Other movements recognised in Other Comprehensive Income | 87 | |
| | <u>31,705</u> | <u>37,987</u> |

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16. DEFERRED TAXATION (CONTINUED)

Analysis of deferred tax liabilities

| | 2025 \$'000 | 2024 \$'000 |
|--------------------------------|----------------|----------------|
| Accelerated capital allowances | 543 | 785 |
| Goodwill and intangibles | 22,497 | 22,348 |
| Other temporary differences | 2,496 | 4,766 |
| IFRS16 right of use assets | 6,169 | 10,088 |
| | <u>31,705</u> | <u>37,987</u> |

At the balance sheet date the Group had estimated unutilised tax losses of \$52.6 million (2024: \$45.7 million) available for offset against future profits which equates to a deferred tax asset of \$13.4 million (2024: \$11.6 million). Out of \$13.4 million (2024: \$11.6 million), \$5.8 million has been recognised (2024: \$5.9 million) leaving amounts not recognised totalling \$7.6 million (2024: \$5.7 million). Of the amounts recognised, \$5.4 million (2024: \$5.9 million) relate to entities that were loss making in either the current year or prior year. This includes losses relating to the UK and South Africa which can be carried forward indefinitely against their own future profits.

The deferred tax assets recognised are based on the future profits included in the approved budgets of the relevant entities.

The Group is within the scope of the OECD Pillar II model rules. Legislation has already been substantively enacted in the UK such that it will be effective for the Group's financial reporting year ended 28 February 2025. The Group applies the exception to recognising and disclosing information about deferred tax assets and liabilities relating to Pillar II taxes as provided in the amendments to IAS 12 issued in May 2023. Under the legislation the Group will be liable to pay top up tax for the difference between the GloBE effective tax rate per jurisdiction and the 15% minimum rate. The Group is establishing systems to collect the large amount of data necessary to enable preparation of the detailed calculations required and to comply with all reporting obligations. However, from the work carried out to date it is clear that the majority of jurisdictions in which the Group operates are likely to fall within the transitional CBCR safe harbour rules. Where jurisdictions fall outside of these safe harbours we expect the top up tax arising to be not material. This is due to the operational substance the Group has in most of the jurisdictions in which it operates which provide a substance based income exclusion thereby reducing the profits to which a top up tax can apply.

17. INVENTORIES

| | 2025 \$'000 | 2024 \$'000 |
|-------------------------------------|----------------|----------------|
| Work in progress | 18,163 | 12,844 |
| Finished goods and goods for resale | 17,908 | 25,044 |
| | <u>36,071</u> | <u>37,888</u> |

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18. FINANCIAL ASSETS

Trade and other receivables

| | 2025 | 2024 |
|---------------------------------------------------------|----------------|------------------|
| | \$'000 | Restated* |
| | | \$'000 |
| Trade receivables | 277,473 | 297,109 |
| Expected credit losses | (3,746) | (3,301) |
| | <u>273,727</u> | <u>293,808</u> |
| Prepayments | 112,256 | 117,253 |
| Contract assets | 258,748 | 196,611 |
| Derivative financial instruments (note 21) | 798 | 1,196 |
| Amounts owed by holding company and fellow subsidiaries | 836 | 862 |
| Other non-current assets | 14,883 | 7,078 |
| | <u>661,248</u> | <u>616,808</u> |

* Refer to 'Retrospective restatement of consolidated balance sheet' on page 61.

Trade receivables disclosed above are measured at amortised cost.

The number of days sales outstanding (DSO) at the year-end was 39 days (2024: 42 days) and the average number of days sales outstanding during the year was 48 days (2024: 50 days). No interest is charged on the receivables.

The Group has provided for trade receivables based on estimated irrecoverable amounts, determined by reference to past default experience and where possible by assessing any change in the risk profile associated with the receivables.

Before accepting any new customer, the Group generally uses an external credit scoring system to assess the potential customer's credit quality and sets credit limits by customer. Limits and scoring attributed to customers are reviewed annually. Of the trade receivables at the end of the year, there was no individual debtor balance over 5% of the amount receivable.

Amounts owed by holding company and fellow subsidiaries are unsecured, interest free and repayable on demand.

Aging profile of expected credit losses:

| | 2025 \$'000 | | | 2024 \$'000 | | |
|------------------------|-------------------|------------------------|--------|-------------------|------------------------|--------|
| | Trade receivables | Expected credit losses | As % | Trade receivables | Expected credit losses | As % |
| Current | 225,252 | (580) | 0.26% | 235,893 | (234) | 0.10% |
| 1-30 days past due | 33,604 | (30) | 0.09% | 36,972 | (54) | 0.15% |
| 31-60 days past due | 8,231 | (56) | 0.68% | 10,999 | (31) | 0.28% |
| 61-90 days past due | 2,730 | (19) | 0.70% | 5,150 | (29) | 0.56% |
| 91-120 days past due | 1,724 | (245) | 14.21% | 2,041 | (566) | 27.73% |
| Over 120 days past due | 5,932 | (2,816) | 47.47% | 6,054 | (2,387) | 39.43% |
| | <u>277,473</u> | <u>(3,746)</u> | 1.35% | <u>297,109</u> | <u>(3,301)</u> | 1.11% |

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

18. FINANCIAL ASSETS (CONTINUED)

Movement in the expected credit loss allowance:

| | 2025 | 2024 |
|------------------------------------------|--------------|--------------|
| | \$'000 | \$'000 |
| Balance at beginning of the year | 3,301 | 2,996 |
| Impairment losses recognised | 3,164 | 2,358 |
| Reversal of impairment losses recognised | (2,348) | (1,827) |
| Amounts written off as uncollectible | (224) | (171) |
| Exchange movements | (147) | (55) |
| | <u>3,746</u> | <u>3,301</u> |
| Balance at end of the year | 3,746 | 3,301 |

In determining the recoverability of a trade receivable, the Group considers any change in the credit quality of the trade receivable from the date credit was initially granted up to the reporting date. The concentration of credit risk is limited due to the customer base being large and mostly unrelated. Accordingly, the Directors believe that there is no further credit provision required in excess of the expected credit loss allowance.

The impairment recognised represents the difference between the carrying amount of these trade receivables and the present value of the expected settlement proceeds. The Group does not hold any collateral against these balances.

The Directors consider that the carrying value of trade and other receivables approximates to their fair value and other than those amounts already provided for no amounts are considered to have poor credit quality.

Cash and cash equivalents

Cash and cash equivalents comprise cash, short-term bank deposits and other short-term highly liquid investments with a maturity of three months or less. The carrying amount of these assets approximates to their fair value.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

18. FINANCIAL ASSETS (CONTINUED)

Retrospective restatement of consolidated balance sheet

In the prior years, certain non-current assets and non-current liabilities relating to multi-year contracts were incorrectly classified and disclosed as current assets and current liabilities. The non-current asset has now been reclassified from trade and other receivables to other non-current assets with the non-current liability being reclassified from trade and other payables to other non-current liabilities.

The error has been corrected in accordance with the requirements of IAS 8 by restating each of the affected financial statement line items for the prior years as follows:

Consolidated balance sheet statement (extract) as at 1 March 2023 and 29 February 2024:

| | 2024 Reported \$'000 | 2024 Restatement \$'000 | 2024 Restated \$'000 | 2023 Reported \$'000 | 2023 Restatement \$'000 | 2023 Restated \$'000 |
|--------------------------------|----------------------------|-------------------------------|----------------------------|----------------------------|-------------------------------|----------------------------|
| Other non-current assets | | - 7,078 | 7,078 | | -10,552 | 10,552 |
| Non-current assets | 321,351 | 7,078 | 328,429 | 294,444 | 10,552 | 304,996 |
| Trade and other receivables | 420,197 | (7,078) | 413,119 | 423,741 | (10,552) | 413,189 |
| Current assets | 744,744 | (7,078) | 737,666 | 754,117 | (10,552) | 743,565 |
| Total Assets | 1,066,095 | - | 1,066,095 | 1,048,561 | - | 1,048,561 |
| Trade and other payables | (565,922) | 33,974 | (531,948) | (573,512) | 30,749 | (542,763) |
| Current liabilities | (833,230) | 33,974 | (799,256) | (823,928) | 30,749 | (793,179) |
| Other non-current liabilities | - | (33,974) | (33,974) | - | (30,749) | (30,749) |
| Non-current liabilities | (87,191) | (33,974) | (121,165) | (72,548) | (30,749) | (103,297) |
| Total Liabilities | (920,421) | - | (920,421) | (896,476) | - | (896,476) |
| Net Assets | 145,674 | - | 145,674 | 152,085 | - | 152,085 |

The restatement due to error has no impact on the consolidated income statement, the consolidated statement of comprehensive income, the consolidated statement of changes in equity or the consolidated cashflow statement.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year ended 28 February 2025

19. FINANCIAL LIABILITIES

Current liabilities

Trade and other payables

| | 2025 | 2024 |
|---------------------------------------------------------|----------------|------------------|
| | \$'000 | Restated* |
| | \$'000 | \$'000 |
| Trade payables | 261,350 | 292,726 |
| Accruals and other creditors | 223,184 | 209,179 |
| Derivative financial instruments (note 21) | - | 44 |
| Amounts owed to holding company and fellow subsidiaries | 15,776 | 28,918 |
| Acquisition-related liabilities (note 21) | - | 1,081 |
| | <u>500,310</u> | <u>531,948</u> |

The number of days credit taken (DPO) at year end for trade purchases for the Group was 98 days (2024: 89 days). The Directors consider that the carrying amount of trade payables approximates to fair value.

Amounts owed to holding company and fellow subsidiaries are unsecured, interest free and repayable on demand with the exception of \$5.5 million unsecured loans denominated in US Dollars (2024: \$12.6 million) that bear interest at applicable risk-free interest rates linked to SOFR plus a fixed margin rate.

Non-Current Liabilities

| | 2025 | 2024 |
|-------------------------------------------|---------------|------------------|
| | \$'000 | Restated* |
| | \$'000 | \$'000 |
| Other long-term borrowings | 20,588 | 11,580 |
| Acquisition-related liabilities (note 21) | 143 | 143 |
| Other non-current liabilities | 78,128 | 33,974 |
| | <u>78,859</u> | <u>45,697</u> |

The acquisition-related liabilities above represent the maximum payable under acquisition agreements.

As at 28 February 2025, \$0.1 million (2024: \$0.1 million) relates to Logicalis International BBBEE scheme in South Africa.

* Refer to 'Retrospective restatement of consolidated balance sheet' on page 61.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year ended 28 February 2025

19. FINANCIAL LIABILITIES (CONTINUED)

| | 2025 | 2024 |
|-------------------------------------------------------------------------------------------------------------------------------------|----------------|----------------|
| | \$'000 | \$'000 |
| Contract liabilities | | |
| Current | 93,954 | 93,955 |
| Non-current | 10,415 | 8,817 |
| | <u>104,369</u> | <u>102,772</u> |
| <i>Changes during the period</i> | | |
| Balance at beginning of the year | 102,772 | 83,039 |
| Revenue arising from the new contracts during the year | 278,991 | 273,852 |
| Other adjustments | - | 153 |
| Change in the time frame for a right to consideration to become unconditional | 623 | 39 |
| Amounts recognised as revenue during the year that were included in the contract liability balance at the beginning of the year | (77,957) | (60,403) |
| Amounts recognised as revenue during the year that were not included in the contract liability balance at the beginning of the year | (197,604) | (194,939) |
| Translation and other movements | (2,456) | 1,031 |
| | <u>104,369</u> | <u>102,772</u> |

Contract liabilities relates to payments received from customers where there is still a commitment to complete the performance obligation. Revenue is only recognised once the performance obligation has been satisfied/partially satisfied.

Borrowings

Other Borrowing Liabilities

| | 2025 | 2024 |
|------------------------------------------|---------------|---------------|
| | \$'000 | \$'000 |
| Other short-term borrowings – Current | | 2,488 |
| Other long-term borrowings – Non-current | 20,588 | 11,580 |
| | <u>20,588</u> | <u>11,580</u> |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year ended 28 February 2025

19. FINANCIAL LIABILITIES (CONTINUED)

Borrowings (continued)

28 February 2025

| Currency | Interest rate | Final repayment date | Repayment terms | Principal amount (loan currency) | Principal amount \$'000 | Total outstanding \$'000 |
|-----------------------------------------------|---------------|-----------------------------------------|-----------------------------------|----------------------------------|-------------------------|--------------------------|
| Secured: | | | | | | |
| EUR | 6.47% | December 2027 | Monthly instalments | 18,820 | 19,527 | 16,800 |
| EUR | 6.52% | April 2030 | Monthly instalments | 8,942 | 9,278 | 4,263 |
| EUR | 6.89% | April 2029 | Bi-annual instalments | 2,930 | 3,040 | 2,995 |
| EUR | 6.14% | November 2029 | Bi-annual instalments | 2,271 | 2,356 | 2,196 |
| EUR | 3.00% | July 2026 | Quarterly instalments | 2,609 | 2,707 | 1,397 |
| EUR | 0.87% – 6.14% | Between June 2025 and February 2031 | Bi-annual and monthly instalments | 38,133 | 39,567 | 4,737 |
| Unsecured: | | | | | | |
| EUR | 4.76% | April 2025 | Monthly instalments | 5,499 | 5,300 | 276 |
| AUD | 3.60% | March 2025 | Annual instalments | 1,016 | 635 | 212 |
| Various | 0.10% - 4.06% | Between September 2026 and October 2027 | Quarterly and annual instalments | Various | 302 | 201 |
| Total | | | | | | 33,077 |
| Current portion of other long-term borrowings | | | | | | (12,489) |
| Other long-term borrowings | | | | | | 20,588 |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year ended 28 February 2025

19. FINANCIAL LIABILITIES (CONTINUED)

Borrowings (continued)

29 February 2024

| | Currency | Interest rate | Final repayment date | Repayment terms | Principal amount (loan currency) | Principal amount \$'000 | Total outstanding \$'000 |
|-----------------------------------------------|----------|------------------------|---------------------------------------|------------------------------------------------------|----------------------------------|-------------------------|--------------------------|
| Secured: | EUR | 1.0%-6.52% | Between September 2024 and April 2030 | Monthly and quarterly instalments | 52,699 | 56,959 | 17,589 |
| | USD | 5.30% | May 2024 | Annual instalments | 7,896 | 7,896 | 2,630 |
| Unsecured: | EUR | 5.97% | November 2025 | Quarterly instalments | 2,782 | 3,006 | 1,810 |
| | EUR | 4.20% | May 2025 | Annual instalments | 1,492 | 1,613 | 1,094 |
| | Various | Interest free to 4.06% | Between April 2024 and March 2027 | Monthly, quarterly, bi-annual and annual instalments | Various | 4,510 | 2,120 |
| Total | | | | | | | 25,243 |
| Current portion of other long-term borrowings | | | | | | | (13,663) |
| Other long-term borrowings | | | | | | | 11,580 |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

19. FINANCIAL LIABILITIES (CONTINUED)

Borrowings (continued)

Bank overdrafts and loans due within one year

| | 2025 \$'000 | 2024 \$'000 |
|------------------------------------------------------------------------|----------------|----------------|
| Bank overdrafts repayable on demand under certain conditions (note 20) | <u>95,464</u> | <u>116,878</u> |

Logicalis has a \$10.0 million (2024: \$10.0 million) committed facility to fund future acquisitions as part of the HSBC Syndicated facility.

The HSBC Syndicated facility matures in November 2026 after a four-year term. The applicable risk-free interest rates are SOFR, SONIA, SORA, EURIBOR and Australian BBSW plus a margin rate determined from a margin ratchet on quarterly leverage. The facility includes covenants which are tested quarterly. \$90.5 million was drawn under this HSBC Syndicated facility at 28 February 2025 (2024: \$113.1 million). The net availability of this facility is \$34.5 million (2024: \$12.6 million).

Bank overdrafts and loans due within one year or on demand

Only facilities that have been drawn at 28 February 2025 have been disclosed above. There are further facilities available, which together with the drawn facilities above, amounts to total facilities of \$139.5 million (2024: \$140.6 million). No restrictions apply to the facilities. The net availability of all facilities, excluding unlinked overdrafts is \$44.0 million (2024: \$23.3 million). The net availability does not include any cash sources in Logicalis.

Derivative financial instruments

| | 2025 \$'000 | 2024 \$'000 |
|-----------------------------------------------------------------|----------------|----------------|
| Derivative financial instruments fair value liability (note 21) | <u>-</u> | <u>44</u> |

At the balance sheet date the Group had open forward foreign exchange contracts and interest rate swap agreements. Details of these derivative financial instruments have been disclosed in note 21

Liabilities under supplier finance arrangements

Supplier finance arrangements are characterised by one or more finance providers offering to pay amounts the Group owes its suppliers and the Group agreeing to pay according to the terms and conditions of the arrangements at the same date as, or a date later than, suppliers are paid. These arrangements provide the Group with extended payment terms, or the Group's suppliers with early payment terms, compared to the related invoice payment due date.

The Group, through its subsidiaries, enter into supplier finance arrangements that have been classified as trade payables as well as those where the arrangement has substantially modified the trade payable, such that it is considered as a new arrangement with the trade payable being derecognised and a new financial liability being recognised.

Consistent with IAS 7 paragraph 63(a) of the transition requirements of the amendment, the Group only presents the financial information as at 28 February 2025.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

19. FINANCIAL LIABILITIES (CONTINUED)

Arrangements where a new financial liability is recognised

Prior to the amendments to IAS 7 and IFRS 7, where the derecognition criteria of the trade payable was met, the Group derecognised the trade payable and disclosed the liabilities under supplier finance arrangements within 'other borrowings' on the consolidated balance sheet. The cash flow arising from the supplier finance arrangements was disclosed within cash flow from financing activities. The cash inflow was disclosed within 'proceeds from borrowings' and the cash outflow within 'repayment of borrowings' on the consolidated cash flow statement.

Following the amendments, the Group has disclosed 'liabilities under supplier finance arrangements' separate from 'other borrowings' in its consolidated balance sheet. The Group further disclosed the cash outflows arising from supplier finance arrangements separately under cash flow from financing activities in the consolidated cash flow statement.

A summary of the Group's supplier finance arrangements classified as separate financial liabilities have been included below.

Certain subsidiaries in the Group have inventory purchase financing arrangements with finance providers for specified vendors' purchases which extends payment terms beyond the vendors' normal payment terms.

28 February 2025

| Region | Currency | Range of payment due dates under supplier finance arrangements | Facility limit \$'000 | Carrying amount \$'000 |
|--------------|------------------|----------------------------------------------------------------|--------------------------|---------------------------|
| Asia-Pacific | USD, SGD and MYR | Various | 10,211 | 10,199 |
| EMEA | EUR and GBP | Quarterly and annual instalments | 13,464 | 5,664 |
| | | | <u>23,675</u> | <u>15,863</u> |
| | | | | 13,527 |
| | | | | <u>2,336</u> |
| | | | | <u>15,863</u> |

Arrangements which remain classified and disclosed as part of trade and other payables

For supplier finance arrangements where the derecognition criteria of the trade payable was not met, the Group continues to disclose the arrangements as part of trade and other payables on the consolidated balance sheet with the cash flows arising from the arrangements being disclosed in cash flow from operating activities, 'increase/(decrease) in trade and other payables' on the consolidated cash flow statement.

A summary of the Group's supplier finance arrangements classified as trade and other payables have been included on the next page.

Certain subsidiaries in the Group have inventory purchase financing arrangements with finance providers for specified vendors' purchases which extends payment terms beyond the vendors' normal payment terms. Purchases within the normal vendor credit terms are described as unfunded.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

19. FINANCIAL LIABILITIES (CONTINUED)

Liabilities under supplier finance arrangements (continued)

Arrangements which remain classified and disclosed as part of trade and other payables (continued)

28 February 2025

| Region | Currency | Range of payment due dates under supplier finance arrangement | Range of payment due dates for trade payables not part of supplier finance arrangements | Facility limit \$'000 | Carrying amount \$'000 |
|--------|-------------|---------------------------------------------------------------|-----------------------------------------------------------------------------------------|-----------------------|------------------------|
| US | USD | 90 days after invoice date. Interest charged on facility used | 0-60 days after invoice date. No interest charged | 123,600 | 19,345 |
| EMEA | USD and EUR | Various | Various | 8,278 | 1,378 |
| | | | | <u>131,878</u> | <u>20,723</u> |

Analysis of interest-bearing borrowings by currency:

| | Euro \$'000 | US Dollars \$'000 | Singapore Dollars \$'000 | Pound Sterling \$'000 | Australian Dollars \$'000 | Other \$'000 | Total \$'000 |
|---------------------------------------------------------|---------------|-------------------|--------------------------|-----------------------|---------------------------|--------------|----------------|
| 28 February 2025 | | | | | | | |
| Bank overdrafts and loans | 26,629 | 71,488 | | 33,869 | - | 4,941 | 136,927 |
| Amounts owed to holding company and fellow subsidiaries | | 5,510 | | | | | 5,510 |
| Obligations under leases (note 22) | 9,887 | 10,449 | 1,882 | 3,092 | 6,809 | 3,664 | 35,783 |
| | <u>36,516</u> | <u>87,447</u> | <u>1,882</u> | <u>36,961</u> | <u>6,809</u> | <u>8,605</u> | <u>178,220</u> |

| | Euro \$'000 | US Dollars \$'000 | Singapore Dollars \$'000 | Pound Sterling \$'000 | Australian Dollars \$'000 | Other \$'000 | Total \$'000 |
|---------------------------------------------------------|---------------|-------------------|--------------------------|-----------------------|---------------------------|--------------|----------------|
| 29 February 2024 | | | | | | | |
| Bank overdrafts and loans | 11,820 | 83,531 | 9,707 | 31,070 | 1,143 | 4,169 | 141,440 |
| Amounts owed to holding company and fellow subsidiaries | - | 12,624 | | | | | 12,624 |
| Obligations under leases (note 22) | 11,733 | 9,723 | 2,098 | 4,312 | 2,530 | 3,522 | 33,918 |
| | <u>23,553</u> | <u>105,878</u> | <u>11,805</u> | <u>35,382</u> | <u>3,673</u> | <u>7,691</u> | <u>187,982</u> |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

20. CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR

| | 2025 \$'000 | 2024 \$'000 |
|------------------------------------------------------------------------|------------------|------------------|
| Cash and cash equivalents | 149,995 | 123,786 |
| Bank overdrafts unconditionally repayable on demand | (41,463) | (24,562) |
| Cash and cash equivalents (per the statement of cash flows) | 108,532 | 99,224 |
| Bank overdrafts repayable on demand under certain conditions (note 19) | (95,464) | (116,878) |
| Net cash/(overdraft) | 13,068 | (17,654) |
| Bank overdrafts unconditionally repayable on demand | (41,463) | (24,562) |
| Bank overdrafts repayable on demand under certain conditions | (95,464) | (116,878) |
| Total bank overdrafts (note 19) | (136,927) | (141,440) |

21. FINANCIAL INSTRUMENTS

Financial risk management objectives

The Group's senior management is responsible for monitoring and managing the financial risks relating to the operations of the Group. This is achieved using internal risk analysis which analyse exposures by likelihood and magnitude of risks. These risks include market risk (including currency and interest risk), credit risk and liquidity risk.

When appropriate, the Group seeks to minimise the effects of these risks by using derivative financial instruments to hedge these risk exposures. The use of financial derivatives is governed by the Group's internal policies. Compliance with policies and exposure limits are reviewed by internal auditors. The Group does not enter or trade financial instruments, including derivative financial instruments, for speculative purposes.

Management reports regularly to the Group's Audit, Risk and Compliance Committee.

The Group's financial instruments consist mainly of cash and cash equivalents, accounts receivable, accounts payable, borrowings and derivative instruments.

Capital risk management

The Group manages its capital to ensure that entities in the Group will be able to continue as a going concern while maximising the return to stakeholders. The Group's overall strategy with respect to the debt and equity balance remains unchanged. The capital structure of the Group consists of debt, which includes the borrowings disclosed in note 19, cash and cash equivalents and equity attributable to the owner of the Company, comprising issued capital as disclosed in note 24, reserves and retained earnings.

Gearing ratio

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for its shareholder and benefits for other stakeholders and to maintain an optimal structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may return capital to shareholders, issue new shares or sell assets to reduce debt.

The Group's gearing ratio at 28 February 2025 was 29.8% (29 February 2024: 35.2%).

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year ended 28 February 2025

21. FINANCIAL INSTRUMENTS (CONTINUED)

Credit risk management (continued)

Categories of financial instruments

| | 2025 | 2024 |
|--------------------------------------------------------------------------|------------------|------------------|
| | \$'000 | \$'000 |
| Financial assets | | |
| Financial assets at amortised cost (including cash and cash equivalents) | 474,343 | 484,456 |
| Derivative financial instruments at fair value – FEC contracts | 429 | 11 |
| Derivative financial instruments at fair value – Interest rate swap | 369 | 1,185 |
| | <u>475,141</u> | <u>485,652</u> |
| Financial liabilities | | |
| Liabilities at amortised cost | (698,403) | (668,902) |
| Derivative financial instruments at fair value – FEC contracts | - | (44) |
| Acquisition-related liabilities – Current (note 19) | - | (1,081) |
| Acquisition-related liabilities – Non-Current (note 19) | (143) | (143) |
| | <u>(698,546)</u> | <u>(670,170)</u> |

Changes of liabilities arising from financing activities

Liabilities arising from financing activities are those for which cashflows were or future cashflows will be classified in the Group's consolidated statement of cash flows as cash flows from financing activities.

| | Opening balance 1 Mar 2024 \$'000 | Financing cash inflows \$'000 | Financing cash outflows \$'000 | New Leases \$'000 | Non-cash Transfers (i) \$'000 | Foreign exchange movement \$'000 | Closing balance 28 Feb 2025 \$'000 |
|--------------------------------------------------------------|--------------------------------------------|----------------------------------------|-----------------------------------------|-------------------------|-------------------------------------|-------------------------------------------|------------------------------------------------|
| Liabilities | | | | | | | |
| Secured and unsecured loans | 25,243 | 28,563 | (14,524) | | (4,584) | (1,621) | 33,077 |
| Leases | 33,918 | | (13,727) | 16,346 | | (754) | 35,783 |
| Short-term borrowings | 2,488 | | | | (2,488) | | |
| Bank overdrafts repayable on demand under certain conditions | 116,878 | 11,443 | (31,196) | | | (1,661) | 95,464 |
| Liabilities under supplier finance arrangements | | | (18,284) | | 33,687 | 460 | 15,863 |
| | <u>178,527</u> | <u>40,006</u> | <u>(77,731)</u> | <u>16,346</u> | <u>26,615</u> | <u>(3,576)</u> | <u>180,187</u> |

(i) Includes \$26.6 million transfer from trade payables.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year ended 28 February 2025

21. FINANCIAL INSTRUMENTS (CONTINUED)

Credit risk management (continued)

| | Opening balance 1 Mar 2023 \$'000 | Financing cash inflows \$'000 | Financing cash outflows \$'000 | New Leases \$'000 | Foreign exchange movement \$'000 | Closing balance 29 Feb 2024 \$'000 |
|--------------------------------------------------------------------|--------------------------------------------|----------------------------------------|-----------------------------------------|-------------------------|-------------------------------------------|------------------------------------------------|
| Liabilities | | | | | | |
| Secured and unsecured loans | 25,970 | 34,167 | (35,333) | - | 439 | 25,243 |
| Leases | 32,509 | - | (14,611) | 15,865 | 155 | 33,918 |
| Short-term borrowings | 4,979 | 8,350 | (10,885) | - | 44 | 2,488 |
| Bank overdrafts repayable on demand under certain conditions | 114,817 | 40,238 | (37,998) | - | (179) | 116,878 |
| | <u>178,275</u> | <u>82,755</u> | <u>(98,827)</u> | <u>15,865</u> | <u>459</u> | <u>178,527</u> |

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. The Group has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral, where appropriate, as a means of mitigating the risk of financial loss from defaults.

Trade receivables consist of a large number of customers, spread across diverse vertical markets and geographical areas. Ongoing credit evaluation is performed on the financial condition of accounts receivable.

A default on a receivable occurs when the customer fails to make contractual payments when they fall due and after all methods to recover the balances have failed.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The carrying amount of financial assets recorded in the financial statements, which is net of impairment losses, represents the Group's maximum exposure to credit risk without taking account of the value of any collateral obtained. Further information on the concentration of credit risk is detailed in note 18.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year ended 28 February 2025

21. FINANCIAL INSTRUMENTS (CONTINUED)

Credit risk management (continued)

| | North America \$'000 | EMEA \$'000 | Asia- Pacific \$'000 | Total \$'000 |
|---------------------------------------------------------|----------------------------|----------------|----------------------------|-----------------|
| 28 February 2025 | | | | |
| Trade receivables | 99,184 | 110,449 | 67,840 | 277,473 |
| Expected credit loss allowance | (788) | (978) | (1,980) | (3,746) |
| Other receivables | 7,717 | 5,646 | 3,100 | 16,463 |
| Amounts owed by holding company and fellow subsidiaries | 76 | 760 | | 836 |
| Finance lease receivable | | -31,965 | | -31,965 |
| Other long-term assets | 745 | 609 | 3 | 1,357 |
| Cash and cash equivalents | 41,638 | 62,368 | 45,989 | 149,995 |
| Derivative financial instruments at fair value | | 677 | 121 | 798 |
| Maximum on balance sheet exposure | <u>148,572</u> | <u>211,496</u> | <u>115,073</u> | <u>475,141</u> |

| | North America \$'000 | EMEA \$'000 | Asia- Pacific \$'000 | Total \$'000 |
|---------------------------------------------------------|----------------------------|----------------|----------------------------|-----------------|
| 29 February 2024 | | | | |
| Trade receivables | 102,519 | 130,521 | 64,069 | 297,109 |
| Expected credit loss allowance | (205) | (911) | (2,185) | (3,301) |
| Other receivables | 8,969 | 16,654 | 3,051 | 28,674 |
| Amounts owed by holding company and fellow subsidiaries | 33 | 814 | 15 | 862 |
| Finance lease receivable | - | 37,326 | - | 37,326 |
| Cash and cash equivalents | 35,589 | 57,377 | 30,820 | 123,786 |
| Derivative financial instruments at fair value | - | 1,196 | - | 1,196 |
| Maximum on balance sheet exposure | <u>146,905</u> | <u>242,977</u> | <u>95,770</u> | <u>485,652</u> |

In relation to these financial assets, there are no financial guarantees and therefore maximum off-balance-sheet exposure is nil (2024: nil).

The Group does not consider there to be any significant credit risk which has not been adequately provided for at the balance sheet date. Furthermore, there has been no material change to the Group's exposure to credit risks or the manner in which it manages and measures the risk.

Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the Board of Directors, which has built an appropriate liquidity risk management framework for the management of the Group's short, medium and long-term funding and liquidity requirements. The Group manages liquidity risk by maintaining adequate reserves, banking facilities and borrowing facilities and by continuously monitoring forecast and actual cash flows.

The Group is dependent on its bank overdrafts and trade finance facilities, such as factoring to operate. These facilities generally consist of either a fixed term or fixed period but are repayable on demand, secured against the assets of the company to which the facility is made available and contain certain covenants which include financial covenants such as debt to EBITDA coverage and interest cover. In certain circumstances if these covenants are violated and a waiver is not obtained for such violation, this may, amongst other things, mean that the facility may be repayable on demand. There have been no violations of covenants during the current year or at year end. Included in note 19 are details of additional undrawn facilities that the Group has at its disposal to further reduce liquidity risk.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

21. FINANCIAL INSTRUMENTS (CONTINUED)

Liquidity risk management (continued)

The following tables detail the Group's remaining contractual maturity for its non-derivative and derivative financial liabilities. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Group can be required to pay. The table includes only repayments of principal.

| 28 February 2025 | Maturity period | | | | Total \$'000 |
|---------------------------------------------------------|--------------------|---------------------|---------------------|--------------------|-----------------|
| | 0-1 year \$'000 | 1-2 years \$'000 | 2-5 years \$'000 | >5 years \$'000 | |
| Trade payables | 261,350 | - | - | - | 261,350 |
| Other payables | 121,499 | 35,248 | 33,607 | 13,861 | 204,215 |
| Amounts owed to holding company and fellow subsidiaries | 15,776 | - | - | - | 15,776 |
| Acquisition-related liabilities | - | - | - | 143 | 143 |
| Obligations under leases | 15,518 | 9,902 | 12,609 | 1,524 | 39,553 |
| Bank loans and overdraft (note 20) | 136,927 | - | - | - | 136,927 |
| Other borrowings | 14,317 | 12,609 | 13,058 | 180 | 40,164 |
| Liabilities under supplier finance arrangements | 13,527 | 2,309 | 27 | - | 15,863 |
| | <u>578,914</u> | <u>60,068</u> | <u>59,301</u> | <u>15,708</u> | <u>713,991</u> |

| 29 February 2024 | Maturity period | | | | Total Restated* \$'000 |
|---------------------------------------------------------|---------------------------------|----------------------------------|----------------------------------|--------------------|------------------------------|
| | 0-1 year Restated* \$'000 | 1-2 years Restated* \$'000 | 2-5 years Restated* \$'000 | >5 years \$'000 | |
| Trade payables | 292,726 | - | - | - | 292,726 |
| Other payables | 110,195 | 21,028 | 12,946 | - | 144,169 |
| Amounts owed to holding company and fellow subsidiaries | 28,918 | - | - | - | 28,918 |
| Acquisition-related liabilities | 1,081 | - | - | 143 | 1,224 |
| Obligations under leases | 13,804 | 9,324 | 11,370 | 3,160 | 37,658 |
| Bank loans and overdraft (note 20) | 141,440 | - | - | - | 141,440 |
| Other borrowings | 16,151 | 8,689 | 2,887 | 4 | 27,731 |
| Derivative financial instruments at fair value | 44 | - | - | - | 44 |
| | <u>604,359</u> | <u>39,041</u> | <u>27,203</u> | <u>3,307</u> | <u>673,910</u> |

* Refer to 'Retrospective restatement of consolidated balance sheet' on page 61.

There has been no material change to the Group's exposure to liquidity risks or the manner in which it manages and measures the risk.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

21. FINANCIAL INSTRUMENTS (CONTINUED)

Market risk management

The Group's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The Group enters a variety of derivative financial instruments to manage its exposure to foreign currency, including forward exchange contracts and options to hedge the exchange rate risk arising on transactions denominated in foreign currency. Interest rate risk is managed by the Group by maintaining an appropriate mix between fixed and floating rate borrowings.

There has been no material change to the Group's exposure to market risks or the manner in which it manages and measures the risk.

Foreign exchange risk management

The Group operates in the global business environment and undertakes many transactions denominated in foreign currencies. The Group is exposed to the risk of fluctuating exchange rates and seeks to actively manage this exposure, within approved policy parameters and through the use of derivative instruments. These instruments primarily comprise forward exchange contracts.

Forward exchange contracts require a future purchase or sale of foreign currency at a specified price. The Group does not trade with forward exchange contracts for speculative purposes.

Fluctuations in exchange rates also affect the translation of the profits of subsidiaries whose reporting currency is not the US Dollar. The most significant currencies in which the Group trades, other than the US Dollar, are the Pound Sterling and Euro. The Group also trades in the Australian Dollar, Chinese Yuan Renminbi, Hong Kong Dollar, Indonesian Rupiah, Malaysian Ringgit, Philippine Pesos, Singapore Dollar, South African Rand, Taiwanese Dollar, Thai Baht and Vietnamese Dong.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

21. FINANCIAL INSTRUMENTS (CONTINUED)

Foreign exchange risk management (continued)

The carrying amount of the Group's foreign currency denominated financial assets and liabilities at the reporting date are as follows:

| | Financial assets \$'000 | Financial liabilities \$'000 |
|-------------------------|----------------------------------------|---------------------------------------------|
| 28 February 2025 | | |
| Australian Dollar | 22,628 | 26,301 |
| Euro | 279,578 | 220,619 |
| Indonesian Rupiah | 58,649 | 29,570 |
| Pound Sterling | 17,498 | 55,957 |
| Singapore Dollar | 28,716 | 26,685 |
| Taiwanese Dollar | 19,223 | 9,729 |
| Chinese Yuan | 9,131 | 9,142 |
| Other | 12,215 | 15,762 |
| | <u>447,638</u> | <u>393,765</u> |
| | Financial assets \$'000 | Financial liabilities \$'000 |
| 29 February 2024 | | |
| Australian Dollar | 21,777 | 20,637 |
| Euro | 237,023 | 170,677 |
| Indonesian Rupiah | 52,142 | 27,759 |
| Pound Sterling | 25,203 | 64,372 |
| Singapore Dollar | 22,747 | 26,208 |
| Taiwanese Dollar | 12,666 | 7,637 |
| Chinese Yuan | 7,806 | 6,665 |
| Other | 12,076 | 12,786 |
| | <u>391,440</u> | <u>336,741</u> |

Foreign currency sensitivity analysis

The table on page 76 indicates the Group's sensitivity to a 10% change in the closing exchange rate on the translation of foreign currency-denominated financial instruments held by the Group's subsidiaries against their respective functional currency.

The sensitivity rate is 10% and represents management's assessment of the possible change in foreign exchange rates for the functional currencies where there is significant currency exposure.

The sensitivity analysis includes external loans as well as loans to foreign operations within the Group where the denomination of the loan is in a currency other than the currency of the lender or the borrower. Where there are financial instruments hedging the foreign currency denominated monetary items, these are also taken into account.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

21. FINANCIAL INSTRUMENTS (CONTINUED)

Foreign exchange risk management (continued)

A positive number below indicates an increase in profit before tax and other equity and a negative number indicates a decrease in profit before tax and other equity where the US Dollar strengthens 10% against the relevant currency. For a 10% weakening of the US Dollar against the relevant currency, there would be an equal and opposite impact on the profit before tax and other equity.

| | Singapore Dollars | | Euro | | Indonesian Rupiah | | South African Rand | |
|--------------------------|-------------------|--------|--------|--------|-------------------|--------|--------------------|--------|
| | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 | 2025 | 2024 |
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Profit/(loss) before tax | 176 | (831) | 351 | (643) | (14) | (275) | | |
| Other equity | - | - | - | - | - | - | (786) | (524) |

Currency derivatives

The Group utilises currency derivatives to hedge significant transactions and cash flows. The Group is party to a variety of forward exchange contracts and interest rate swap agreements.

At the year end Group had open forward exchange contracts outstanding for the purchase of \$24,479,124 (2024: \$6,843,026) against the sale of EUR 15,673,394 (2024: EUR 6,295,114) and SGD 9,221,400 (2024: nil). At the balance sheet date the net fair value of these contracts was an asset of \$429,180 (2024: liability of \$33,083). Gains of \$176,713 (2024: gains of \$17,295) have been transferred to the Consolidated Income Statement in respect of contracts that matured during the year.

The Group does not currently designate its foreign currency denominated debt as a hedging instrument for the purposes of hedging the translation of its foreign operations.

Interest rate risk management

The Group is exposed to interest rate risk as entities in the Group borrow funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix between fixed and floating rate borrowings. The interest rate characteristics of new borrowings and the refinancing of existing borrowings are positioned according to expected movements in interest rates and defined risk appetite.

Interest rate sensitivity analysis

Sensitivity analysis has been determined based on the exposure to interest rates for financial instruments at the balance sheet date. For floating rate financial instruments, the analysis is prepared assuming the amount held at the balance sheet date was held for the whole year. The applicable increase or decrease that represents management's assessment of the reasonably possible change in interest rates, is dependent on the location of the financial instruments. Globally, if interest rates had been 100 basis points higher and all other variables were held constant, the Group's profit for the year ended 28 February 2025 would have decreased by a net amount of \$1,253,931 (2024: \$1,393,335 decrease) and other equity would not have been materially affected.

Fair value of financial assets and liabilities

A comparison of current and book values of all the Group's financial instruments as at 28 February 2025 is provided on the next page. Where market prices are not available for a particular instrument, fair values have been calculated by discounting cash flows at prevailing interest rates and by applying year end exchange rates.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

21. FINANCIAL INSTRUMENTS (CONTINUED)

Fair value of financial assets and liabilities (continued)

| | | Carrying amount | Estimated fair value* | Carrying amount | Estimated fair value* |
|------------------------------------------------------------|------|--------------------|--------------------------|--------------------|--------------------------|
| | Note | 2025 \$'000 | 2025 \$'000 | 2024 \$'000 | 2024 \$'000 |
| Financial assets | | | | | |
| Amortised cost: | | | | | |
| Trade receivables | 18 | 273,727 | 273,727 | 293,808 | 293,808 |
| Other receivables | | 49,785 | 49,785 | 66,000 | 66,000 |
| Amounts owed by holding company and fellow subsidiaries | 18 | 836 | 836 | 862 | 862 |
| Cash and cash equivalents | 20 | 149,995 | 149,995 | 123,786 | 123,786 |
| Fair value through profit and loss (FVTPL): | | | | | |
| Derivative financial instruments | 18 | 798 | 798 | 1,196 | 1,196 |
| | | <u>475,141</u> | <u>475,141</u> | <u>485,652</u> | <u>485,652</u> |
| Financial liabilities | | | | | |
| Amortised cost: | | | | | |
| Trade payables | 19 | 261,350 | 261,350 | 292,726 | 292,726 |
| Other payables | | 199,627 | 199,627 | 144,169 | 144,169 |
| Amounts owed to holding company and fellow subsidiaries | 19 | 15,776 | 15,776 | 28,918 | 28,918 |
| Obligations under leases | 22 | 35,783 | 35,783 | 33,918 | 33,918 |
| Bank overdrafts and loans | 20 | 136,927 | 136,927 | 141,440 | 141,440 |
| Other borrowings | 19 | 33,077 | 33,077 | 25,243 | 25,243 |
| Other short-term borrowings | 19 | - | - | 2,488 | 2,488 |
| Liabilities under supplier finance arrangements | 19 | 15,863 | 15,863 | - | - |
| Fair value through profit and loss (FVTPL): | | | | | |
| Derivative financial instruments | 19 | - | - | 44 | 44 |
| Acquisition-related liabilities | 19 | 143 | 143 | 1,224 | 1,224 |
| | | <u>698,546</u> | <u>698,546</u> | <u>670,170</u> | <u>670,170</u> |

* Fair value measurements use level 3 inputs with the exception of derivative financial instruments which use level 2 inputs where available.

Cash equivalents are held in a variety of short-dated instruments and deposits actively managed by independent managers to maximise the return consistent with the Group's stringent risk criteria. Regular reports are produced and the returns and investments are compared with benchmark targets.

The Directors consider that the carrying amount of short-term payables and receivables approximates to their fair value.

Fair value measurements recognised in the balance sheet

Financial assets and financial liabilities are recognised when a Group entity becomes a party to the contractual provisions of the instruments, and are initially measured at fair value. In addition, for financial reporting purposes, fair value measurements are categorised into level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

21. FINANCIAL INSTRUMENTS (CONTINUED)

Fair value measurements recognised in the balance sheet (continued)

- level 2 inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and
- level 3 inputs are inputs for the asset or liability that are not based on observable market data (unobservable inputs).

In estimating the fair value of an asset or a liability, the Group uses market-observable data to the extent that it is available for its level 2 financial instruments.

Acquisition-related liabilities

Acquisition-related liabilities represent purchase considerations owing in respect of acquisitions. The purchase considerations are to be settled with the vendors in cash or shares on achievement of agreed performance criteria. The amounts owing are interest-free.

Acquisition-related liabilities are classified as financial liabilities designated at fair value through profit or loss. They are classified as level 3 financial instruments, whose fair value measurements are derived from inputs that are unobservable for the liability. Movements are presented in the statement of comprehensive income as acquisition-related fair value adjustments.

22. OBLIGATIONS UNDER LEASES

| | 2025 | 2024 |
|----------------------------------------|----------------------|----------------------|
| | \$'000 | \$'000 |
| Amounts payable under leases: | | |
| Within one year | 15,518 | 13,804 |
| In the second to fifth years inclusive | 22,511 | 20,694 |
| After five years | 1,524 | 3,160 |
| | <u>39,553</u> | <u>37,658</u> |
| Less: future finance charges | (3,770) | (3,740) |
| Total lease obligations | <u><u>35,783</u></u> | <u><u>33,918</u></u> |
| Current portion | 14,017 | 12,373 |
| Non-current portion | <u>21,766</u> | <u>21,545</u> |
| | <u>35,783</u> | <u>33,918</u> |

The Group leases certain of its computer equipment, plant & machinery and land & buildings. The Group's lease obligations are secured by the lessors' rights over the leased assets. Generally, these lease contracts are entered into for fixed periods but may have extension options.

Some of the Group's lease arrangements include immaterial variable lease payments.

Short-term leases (lease term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease (see note 5).

The fair value of the Group's lease obligations approximates to their carrying amount.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year ended 28 February 2025

23. PROVISIONS

| \$'000 | Property Provision | Restructuring | Legal Claims | Pension Obligations | Onerous Contracts | Other | Total |
|---------------------------|--------------------|---------------|--------------|---------------------|-------------------|-------|----------|
| At 1 March 2023 | 456 | 6,817 | 336 | 4,275 | | 554 | 12,438 |
| Utilisation of provision | (99) | (8,614) | (336) | (881) | (74) | (30) | (10,034) |
| Additions during the year | 281 | 4,780 | | 386 | 778 | 74 | 6,299 |
| Reversed/ unused | (76) | (512) | | (57) | | - | (645) |
| Exchange movements | 7 | 150 | | (59) | 1 | 10 | 109 |
| At 29 February 2024 | 569 | 2,621 | - | 3,664 | 705 | 608 | 8,167 |
| At 1 March 2024 | 569 | 2,621 | - | 3,664 | 705 | 608 | 8,167 |
| Utilisation of provision | (37) | (5,853) | - | (214) | (317) | (79) | (6,500) |
| Additions during the year | 763 | 7,434 | - | 816 | - | 102 | 9,115 |
| Reversed/ unused | (85) | (214) | - | (181) | - | - | (480) |
| Exchange movements | (16) | (132) | - | (215) | (11) | (26) | (400) |
| At 28 February 2025 | 1,194 | 3,856 | - | 3,870 | 377 | 605 | 9,902 |
| At 29 February 2024 | | | | | | | |
| Current | 219 | 2,493 | - | 50 | 629 | 98 | 3,489 |
| Non-current | 350 | 128 | - | 3,614 | 76 | 510 | 4,678 |
| | 569 | 2,621 | - | 3,664 | 705 | 608 | 8,167 |
| At 28 February 2025 | | | | | | | |
| Current | 791 | 3,856 | - | 571 | 101 | 99 | 5,418 |
| Non-current | 403 | - | - | 3,299 | 276 | 506 | 4,484 |
| | 1,194 | 3,856 | - | 3,870 | 377 | 605 | 9,902 |

Property provisions relate to provisions where the Group is expected to restore certain leased property and assets to its original condition.

Restructuring provisions include expected costs for certain restructuring activities of the Group where the details have already been announced to affected parties.

Legal claims and costs are provisions for anticipated settlements including costs for various legal matters that the Group is defending.

Pension obligations relate to pension schemes operated by the Group acquired as part of acquisitions for which a full defined benefit pension disclosure has not been disclosed due to its immaterial value.

Onerous contracts consist of projects in progress in which the costs of meeting the obligations under the contract exceed the economic benefits expected to be received.

Other provisions include asset vendor credits, employee settlement claims and other provisions which are individually insignificant.

The timing and amount of property provisions related to dilapidations/asset retirement obligations is fairly certain and based on the lease agreement end dates.

The timing of restructuring provisions is fairly certain and is expected to be settled within 12 months. There is little uncertainty with regards to the amounts however some provisions are subject to final agreement.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

23. PROVISIONS (CONTINUED)

The timing of pension obligations is uncertain and is determined by external actuaries. The amounts of pension obligations are determined by external actuaries. The uncertainty relates to assumptions include discount rates, retirement ages and estimates of growth in retirement funding.

Some uncertainty exists over the timing and amount of onerous contracts. These have been determined using management's best estimate of the duration and costs to complete the relevant projects.

24. SHARE CAPITAL

Authorised

100 (2024: 100) ordinary shares of \$1 (2024: \$1) each.

| | 2025 No. | 2025 \$ | 2024 No. | 2024 \$ |
|-----------------------------------------------------------------------|-------------|------------|-------------|------------|
| Allotted, called up and fully paid ordinary shares of \$1 each | | | | |
| At 1 March and 28/29 February | 100 | 100 | 100 | 100 |

25. DIVIDENDS

There were no dividends declared in the financial year to the parent company (2024: \$nil) and \$1,441,000 (2024: \$1,477,000) to the non-controlling interest.

On 4 April 2025 a dividend of \$10,000,000 was declared to the parent company.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS Year ended 28 February 2025

26. DISPOSALS

In February 2025, the Group, through its subsidiary Logicalis SA (Pty) Ltd disposed of its 100% investment in Mars Investment Holdings (Pty) Limited.

The following table sets out the values of assets and liabilities on the date of disposal:

| | 2025 \$'000 |
|-----------------------------|----------------|
| Non-current assets | 121 |
| Current assets | 413 |
| Assets disposed | <u>534</u> |
| Current liabilities | (394) |
| Liabilities disposed | <u>(394)</u> |
| Net assets disposed | <u>140</u> |

The Group recognised a profit on disposal of \$0.6 million.

| | 2025 \$'000 |
|---------------------------------------------------------------|----------------|
| Cash and cash equivalents | 492 |
| Deferred sales proceeds | 288 |
| Total consideration received | <u>780</u> |
| Net assets disposed | (140) |
| Cumulative currency translation loss reclassified from equity | (2) |
| Disposal costs | (22) |
| Profit on disposal of subsidiary | <u>616</u> |

The net inflow of cash in respect of the disposal of business is as follows:

| | 2025 \$'000 |
|-----------------------------------------------------|----------------|
| Consideration received in cash and cash equivalents | 492 |
| Less: Cash and cash equivalent balances disposed of | (22) |
| Plus: Bank overdraft disposed of | 1 |
| Net cash inflow | <u>471</u> |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

27. SHARE-BASED PAYMENTS

Cash-settled share-based payment plan

The Logicalis Group Limited Cash-Settled Share Appreciation Right Scheme 2005 and 2014 ("the SAR Schemes")

During the 2006 financial year, an executive incentive scheme was established in the form of a cash-settled share appreciation right ("SAR") scheme. Under the terms of the SAR Scheme, SARs are issued annually to senior managers and directors. The SAR Scheme is cash-settled which requires an annual valuation of Logicalis to mark the liability to the valuation share price and to establish both a grant price for new awards and the exercise price for vested SARs. 100% of the SARs vest after 36 months from the date of grant. All rights lapse if the SARs are not exercised by the end of the seventh year. There are certain earnings performance conditions which govern the vesting of each award.

Details of SARs granted to Logicalis International Limited employees under the SAR Scheme which are outstanding are as follows:

| | 2025 | | 2024 | |
|----------------------------------|----------------|------------------------------------------|----------------|------------------------------------------|
| | SARs number | Weighted average grant price \$ | SARs number | Weighted average grant price \$ |
| Outstanding at beginning of year | 426,146 | 4.553 | 951,071 | 4.504 |
| Lapsed/forfeited during the year | (197,193) | 4.570 | (373,929) | 4.510 |
| Exercised during the year | (185,366) | 4.538 | (150,996) | 4.350 |
| Outstanding at end of year | <u>43,587</u> | <u>4.536</u> | <u>426,146</u> | <u>4.553</u> |
| Exercisable at end of year | <u>43,587</u> | <u>4.536</u> | <u>59,893</u> | <u>4.447</u> |

The grant price represents the amount to be deducted from the price at which each SAR is exercised. The weighted average grant price has been expressed in US Dollars (\$) as that is the currency of the SAR Scheme. During the year, there were no grants under the SAR scheme and no schemes reached their vesting date (2024: 50% vested, 50% lapsed).

The SARs outstanding at 28 February 2025 had a range of grant prices from \$4.49 to \$4.57 (2024: \$3.70 to \$4.57) and a weighted average remaining contractual life of 35 months (2024: 50 months).

For 2024, the inputs into the Black-Scholes model for SARs granted and still outstanding as at 29 February 2024 were as follows:

| | |
|--------------------------------------------------------|-------------|
| | 2024 |
| Weighted average grant price at valuation date (\$) | 4.553 |
| Weighted average exercise price at valuation date (\$) | 4.447 |
| Expected volatility | 40% |
| Expected life | 6.34 years |
| Risk free rate | 5.27% |
| Expected dividends | <u>0.0%</u> |

As Logicalis Group Limited is not listed, the expected volatility was determined using a weighted average volatility of the share price of several comparable listed companies. The expected life is the average expected period to exercise. The risk-free rate of return was calculated using the US Dollar interest rate swap curve at 29 February 2024.

As the SARs outstanding as at 28 February 2025 are not material, a Black-Scholes model has not been utilised for valuation purposes.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

27. SHARE-BASED PAYMENTS (CONTINUED)

Cash-settled share-based payment plan (continued)

The Logicalis International Cash-Settled Share Appreciation Right Scheme 2023 (“the LI SAR Schemes”)

During the 2024 financial year, an executive incentive scheme was established in the form of a cash-settled share appreciation right (“SAR”) scheme. Under the terms of the LI SAR Scheme, SARs are issued annually to senior managers and directors. The SAR Scheme is cash-settled which requires an annual valuation of Logicalis International to mark the liability to the valuation share price and to establish both a grant price for new awards and the exercise price for vested SARs. SARs vest after 36 months from the date of grant. All rights lapse if the SARs are not exercised by the end of June 2030.

Details of SARs granted to Logicalis International Limited employees under the LI SAR Scheme which are outstanding are as follows:

| | 2025 | | 2024 | |
|----------------------------------|------------------|------------------------------------------|------------------|------------------------------------------|
| | SARs number | Weighted average grant price \$ | SARs number | Weighted average grant price \$ |
| Outstanding at beginning of year | 1,031,547 | 1.00 | - | - |
| Grants during the year | 176,250 | 1.00 | 1,031,547 | 1.00 |
| Lapsed/forfeited during the year | (94,017) | 1.00 | - | - |
| Exercised during the year | (23,079) | 1.00 | - | - |
| Outstanding at end of year | <u>1,090,701</u> | <u>1.00</u> | <u>1,031,547</u> | <u>1.00</u> |
| Exercisable at end of year | - | - | - | - |

The grant price represents the amount to be deducted from the price at which each SAR is exercised. The weighted average grant price has been expressed in US Dollars (\$) as that is the currency of the LI SAR Scheme.

During the year, the second grant of SARs under the LI SAR Scheme was made with an effective grant date of 1 March 2024.

The SARs outstanding at 28 February 2025 had a grant price of \$1.00 (2024: \$1.00) and a weighted average remaining contractual life of 62 months (2024: 72 months).

The inputs into the Black-Scholes model for SARs granted and still outstanding at the year-end are as follows:

| | 2025 | 2024 |
|--------------------------------------------------------|---------|---------|
| Weighted average grant price at valuation date (\$) | 1.00 | 1.00 |
| Weighted average exercise price at valuation date (\$) | - | - |
| Expected volatility | 42% | 42% |
| Expected life | 7 years | 7 years |
| Risk free rate | 3.67% | 3.84% |
| Expected dividends | 0.0% | 0.0% |

As Logicalis International Group Holdings Limited is not listed, the expected volatility was determined using a weighted average volatility of the share price of several comparable listed companies. The expected life is the average expected period to exercise. The risk-free rate of return has been calculated using the US Dollar interest rate swap curve at 28 February 2025.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS Year ended 28 February 2025

27. SHARE-BASED PAYMENTS (CONTINUED)

Cash-settled conditional share plan

The Logicalis Group Limited Cash-Settled Conditional Share Plan 2018 ("the LGL CSP Scheme")

During the 2019 financial year, an executive incentive scheme for Logicalis Group Limited ("LGL") was established in the form of a cash-settled conditional share plan ("LGL CSP") scheme. Under the terms of the LGL CSP Scheme, LGL CSPs are issued annually to directors. The LGL CSP Scheme is cash-settled which requires an annual valuation of LGL to mark the liability to the valuation share price and to establish both a grant price for new awards and the exercise price for vested LGL CSPs. CSPs vest after 36 months from the date of grant according to performance conditions in each grant.

All rights lapse if the CSPs are not exercised by the end of the sixth year. There are certain earnings performance conditions which govern the vesting of each award.

Details of LGL CSP's granted to LGL employees under the LGL CSP Scheme which are outstanding are as follows:

| | 2025 | | 2024 | |
|----------------------------------|---------------|------------------------------|----------------|------------------------------|
| | LGL CSPs | Weighted average grant price | LGL CSPs | Weighted average grant price |
| | number | \$ | number | \$ |
| Outstanding at beginning of year | 776,863 | 4.605 | 1,415,718 | 4.560 |
| Exercised during the year | (525,708) | 4.606 | (76,317) | 4.490 |
| Lapsed/forfeited during the year | (220,685) | 4.570 | (562,538) | 4.506 |
| Outstanding at end of year | <u>30,470</u> | <u>4.851</u> | <u>776,863</u> | <u>4.605</u> |
| Exercisable at end of year | <u>30,470</u> | <u>4.851</u> | <u>170,526</u> | <u>4.730</u> |

The weighted average grant price has been expressed in US Dollars (\$) as that is the currency of the LGL CSP Scheme.

During the year, there were no grants of LGL CSPs under the LGL CSP Scheme.

The LGL CSPs outstanding at 28 February 2025 comprised grant prices in the range \$4.57 to \$4.92 (2024: \$4.49 to \$4.92) and had a weighted average remaining contractual life of 9 months (2024: 35 months).

For 2024, the inputs into the Black-Scholes model for LGL CSPs granted and still outstanding as at 29 February 2024 were as follows:

| | 2024 |
|--------------------------------------------------------|------------|
| Weighted average grant price at valuation date (\$) | 4.605 |
| Weighted average exercise price at valuation date (\$) | 4.730 |
| Expected volatility | 37% |
| Expected life | 5.34 years |
| Risk free rate | 5.27% |
| Expected dividends | 0.0% |

As LGL is not listed, the expected volatility was determined using a weighted average volatility of the share price of several comparable listed companies. The expected life is the average expected period to exercise. The risk free rate of return was calculated using the USD Swap Curve at 29 February 2024.

As the CSPs outstanding as at 28 February 2025 are not material, a Black-Scholes model has not been utilised for valuation purposes.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

27. SHARE-BASED PAYMENTS (CONTINUED)

Cash-settled share-based payment plan (continued)

The Group recognised a total \$2,402,062 charge in relation to the above SAR and CSP Schemes in the financial year (2024: \$1,236,069 charge). The total liability as at 28 February 2025 was \$2,567,328 (2024: \$3,462,887) of which \$287,541 related to SARs and CSPs which had vested as at 28 February 2025 but had not yet been exercised.

In addition, as at 29 February 2024, a liability of \$1,480,294 was recognised in relation to a SARs scheme in Siticom which vested in June 2024. In 2024, the Group recognised a charge of \$1,154,458 in relation to this scheme.

28. RELATED PARTY TRANSACTIONS

Transactions between the Company and its subsidiaries, which are related parties, have been eliminated on consolidation and are not disclosed in this note.

Transactions with fellow group undertakings of the ultimate parent company and controlling party, Datatec Limited, are disclosed below.

Sales of goods and services to fellow group undertakings

| | 2025 \$'000 | 2024 \$'000 |
|-------------------------------|----------------|----------------|
| Datatec Limited | 121 | 77 |
| Datatec PLC | 98 | 127 |
| Westcon Group | 50 | 7 |
| Logicalis Latin America Group | 982 | 802 |
| | <u>1,251</u> | <u>1,013</u> |

Goods are sold on the basis of arm's length pricing and credit principles in force with non-related parties.

Purchases of goods and services from fellow group undertakings

| | 2025 \$'000 | 2024 \$'000 |
|-------------------------------|----------------|----------------|
| Westcon Group | 56,306 | 64,060 |
| Logicalis Latin America Group | 651 | 184 |
| | <u>56,957</u> | <u>64,244</u> |

Goods are bought based on the pricing principles in force with non-related parties.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

28. RELATED PARTY TRANSACTIONS (CONTINUED)

Other transactions with fellow group undertakings

| | 2025 \$'000 | 2024 \$'000 |
|---------------------------------------------------------------|-------------------|-------------------|
| Logicalis International Group Holding Limited – finance costs | 169 | 131 |
| Datatec PLC - finance costs | 438 | 669 |
| Datatec PLC - management fees | 4,965 | 4,885 |
| Datatec Financial Services Limited - finance costs | - | 138 |
| | <u> </u> | <u> </u> |

During the year, group companies entered into the following transactions with related parties who are not members of the group.

Sales of goods and services to other related parties

| | 2025 \$'000 | 2024 \$'000 |
|-----------------------------|-------------------|-------------------|
| Mitra Integrasi Informatika | 240 | 638 |
| Metrodata Electronics | 6 | 10 |
| Synnex Metrodata Indonesia | - | 17 |
| | <u> </u> | <u> </u> |

Purchases of goods and services from other related parties

| | 2025 \$'000 | 2024 \$'000 |
|-------------------------------|-------------------|-------------------|
| PT. Metrodata Electronics Tbk | 21 | 17 |
| Mitra Integrasi Informatika | 347 | 538 |
| Synnex Metrodata Indonesia | 3,843 | 1,261 |
| | <u> </u> | <u> </u> |

PT. Metrodata Electronics Tbk (and its subsidiaries Mitra Integrasi Informatika and Synnex Metrodata Indonesia) is a related party of the Group as it owns 20.5% of the issued ordinary share capital of PT Packet Systems Indonesia (2024: 20.5% of the issued ordinary share capital of PT Packet Systems Indonesia).

Remuneration of key management personnel

The remuneration of key management personnel of the Group is set out below.

| | 2025 \$'000 | 2024 \$'000 |
|-------------------------------------------|-------------------|-------------------|
| Salaries and short-term employee benefits | 11,781 | 8,867 |
| Post-employment benefits | 413 | 291 |
| Share-based payments | 2,292 | 244 |
| | <u> </u> | <u> </u> |
| | <u>14,486</u> | <u>9,402</u> |

Key management compensation for the Group includes the Board and Executive Board of the Company and the managing directors in each territory the Group operates in. Further information about the remuneration of the Directors is provided in note 8.

29. CONTINGENT LIABILITIES

As at 28 February 2025 there were no contingent liabilities (2024: no contingent liability).

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

30. SUBSIDIARY UNDERTAKINGS

The subsidiary undertakings as at 28 February 2025 and 29 February 2024 are shown below. The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company (its subsidiaries) prepared to 28/29 February each year.

| Subsidiary | Country of registration and incorporation | Activity | Proportion of ordinary shares held | |
|---------------------------------------------------|-------------------------------------------|------------------------------------|------------------------------------|------|
| | | | 2025 | 2024 |
| Logicalis Soluções – Prestação de Serviços (SU) * | Angola | IT solutions and services provider | 100% | 100% |
| Logicalis Australia Holdings Pty Ltd | Australia | Intermediate holding company | 100% | 100% |
| Logicalis Australia Pty Ltd* | Australia | IT solutions and services provider | 100% | 100% |
| NetStar Group Holding Limited | British Virgin Islands | Intermediate holding company | 100% | 100% |
| Logicalis UK Limited | England and Wales | IT solutions and services provider | 100% | 100% |
| Logicalis Group Finance Limited | England and Wales | Group support company | 100% | 100% |
| Q Associates Limited* | England and Wales | IT solutions and services provider | 100% | 100% |
| Two Ten Degrees Limited* | England and Wales | IT solutions and services provider | 100% | 100% |
| Logicalis Networks GmbH | Germany | Intermediate holding company | 100% | 100% |
| Logicalis GmbH* | Germany | IT solutions and services provider | 100% | 100% |
| ITUMA GmbH* | Germany | IT services provider | 51% | 51% |
| Logicalis Siticom GmbH* | Germany | Dissolved | | 100% |
| Siticom GmbH* | Germany | IT solutions and services provider | 100% | 100% |
| Orange Networks GmbH* | Germany | IT solutions and services provider | 100% | 100% |
| Logicalis Channel Islands Limited | Jersey | Intermediate holding company | 100% | 100% |
| Logicalis Jersey Limited* | Jersey | IT solutions and services provider | 100% | 100% |
| Logicalis Guernsey Limited* | Guernsey | IT solutions and services provider | 100% | 100% |
| PT Packet Systems Indonesia* | Indonesia | IT solutions and services provider | 54% | 54% |
| PT iZeno Teknologi Indonesia* | Indonesia | IT solutions and services provider | 65% | 65% |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

30. SUBSIDIARY UNDERTAKINGS (CONTINUED)

| Subsidiary | Country of registration and incorporation | Activity | Proportion of ordinary shares held | |
|-------------------------------------------|-------------------------------------------|------------------------------------|------------------------------------|-------|
| | | | 2025 | 2024 |
| Logicalis Ireland Limited | Ireland | Intermediate holding company | 100% | 100% |
| Logicalis Technical Services Limited* | Ireland | Dissolved | | -100% |
| Logicalis Technology Limited* | Ireland | IT solutions and services provider | 100% | 100% |
| Logicalis Solutions Ltd* | Ireland | IT solutions and services provider | 100% | 100% |
| Logicalis Asia Pacific MSC Sdn Bhd* | Malaysia | IT services provider | 100% | 100% |
| Logicalis Malaysia Sdn Bhd* | Malaysia | IT solutions and services provider | 100% | 100% |
| iZeno Sdn Bhd* | Malaysia | IT solutions and services provider | 65% | 65% |
| Logicalis Pte. Ltd (Xiamen)* | People's Republic of China | IT solutions and services provider | 100% | 100% |
| Logicalis Hong Kong Limited* | People's Republic of China | IT solutions and services provider | 100% | 100% |
| Logicalis Shanghai Limited* | People's Republic of China | IT solutions and services provider | 100% | 100% |
| Logicalis Singapore Pte Ltd* | Singapore | IT solutions and services provider | 100% | 100% |
| iZeno Private Limited* | Singapore | IT solutions and services provider | 65% | 65% |
| iZeno (Thailand) Company Limited* | Thailand | IT solutions and services provider | 65% | 64% |
| iZeno (Thailand) Holding Company Limited* | Thailand | Intermediate holding company | 65% ⁽ⁱ⁾ | |
| iZeno Inc.* | Philippines | IT solutions and services provider | 65% | 65% |
| Logicalis Portugal S.A. | Portugal | IT solutions and services provider | 100% | 100% |
| Logicalis Spain S.L. | Spain | IT solutions and services provider | 100% | 100% |
| Audea Seguridad de la Información, S.L.* | Spain | Global cybersecurity provider | 86% | 86% |
| Audea Formación, S.L.* | Spain | Dormant | 86% | 86% |
| Risk4All, S.L.* | Spain | Global cybersecurity provider | 54% | 54% |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
Year ended 28 February 2025

30. SUBSIDIARY UNDERTAKINGS (CONTINUED)

| Subsidiary | Country of registration and incorporation | Activity | Proportion of ordinary shares held | |
|-----------------------------------------------|-------------------------------------------|------------------------------------|------------------------------------|----------------------|
| | | | 2025 | 2024 |
| Logicalis US Holdings, Inc. | USA | Intermediate holding company | 100% | 100% |
| Logicalis, Inc.* | USA | IT solutions and services provider | 100% | 100% |
| Logicalis SA (Pty) Ltd | South Africa | IT solutions and services provider | 100% ⁽ⁱⁱ⁾ | 100% ⁽ⁱⁱ⁾ |
| LGLP Proprietary Limited^ | South Africa | Intermediate holding company | 100% | 100% |
| Mars Investment Holdings (Pty) Limited* | South Africa | Intermediate holding company | | - 42% |
| Mars Network and Risk Services (Pty) Limited* | South Africa | IT solutions and services provider | | - 42% |
| Mars Technologies (Pty) Limited* | South Africa | IT solutions and services provider | | - 42% |
| Logicalis Vietnam Company Limited* | Vietnam | IT solutions and services provider | 100% | 100% |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

30. SUBSIDIARY UNDERTAKINGS (CONTINUED)

| Subsidiary | Registered Office |
|---------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Logicalis Soluções – Prestação de Serviços (SU) * | Luanda Municipoe Distrito Urbano do Talaona, Rus Belas Park, Edificio Cuanza Sul.6.0 andar. Escritoro no 608 |
| Logicalis Australia Holdings Pty Ltd | 79 Swan Street, Richmond, Victoria, Australia 3121, Australia |
| Logicalis Australia Pty Ltd* | 79 Swan Street, Richmond, Victoria, Australia 3121, Australia |
| Logicalis Asia Pacific MSC Sdn Bhd* | Unit F-3-1, Blok F, Third Floor, CBD Perdana 3, Jalan Perdana, Cyber 12, 63000 Cyberjaya, Selangor Darul Ehsan |
| NetStar Group Holding Limited | c/o Maples Corporate Services (BVI) Limited, Kingston Chambers, PO Box 173, Road Town, Tortola, British Virgin Island |
| Logicalis UK Limited | Building 8 Ground Floor, Foundation Park, Roxborough Way, Maidenhead, England, SL6 3UD |
| Logicalis Group Finance Limited | Building 8 Ground Floor, Foundation Park, Roxborough Way, Maidenhead, England, SL6 3UD |
| Q Associates Limited* | Building 8 Ground Floor, Foundation Park, Roxborough Way, Maidenhead, England, SL6 3UD |
| Two Ten Degrees Limited* | Building 8 Ground Floor, Foundation Park, Roxborough Way, Maidenhead, England, SL6 3UD |
| Logicalis Networks GmbH* | Siemensstrasse 103 Neu-Isenburg, Germany |
| Logicalis GmbH* | Siemensstrasse 103 Neu-Isenburg, Germany |
| ITUMA GmbH* | Kleinhülsen 29, 40721 Hilden, Germany |
| Siticom GmbH* | Brunnenweg 19, 64331 Weiterstadt, Germany |
| Orange Networks GmbH* | Sachsantor 26, 21029 Hamburg, Germany |
| Logicalis Channel Islands Limited | Rue a la Dame, St. Saviour, Jersey, JE2 7NH |
| Logicalis Jersey Limited* | Rue a la Dame, St. Saviour, Jersey, JE2 7NH |
| Logicalis Guernsey Limited* | Les Caches Business Park, Les Caches, St Martin, Guernsey, GY4 6PH |
| PT Packet Systems Indonesia* | The Manhattan Square, Mid Tower, 25th Floor, Jl. TB. Simatupang Kav. 1S, RT.002, RW.003, Sub-District Cilandak Timur, District Pasar Minggu, South Jakarta 12560, Indonesia |
| PT iZeno Teknologi Indonesia* | Centennial Tower, Lantai 29, Kav. 24-25 Unit D-E, Jl. Jenderal Gatot Subroto No.27, Kel. Karet Semanggi, Kec. Setiabudi, Kota Adm. Jakarta Selatan, Prop. DKI Jakarta |
| Logicalis Ireland Limited | Unit I Donnybrook House, 36-42 Donnybrook Road Dublin 4 D04 C6X9 |
| Logicalis Technology Limited* | Unit I Donnybrook House, 36-42 Donnybrook Road Dublin 4 D04 C6X9 |
| Logicalis Solutions Ltd* | Unit I Donnybrook House, 36-42 Donnybrook Road Dublin 4 D04 C6X9 |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

30. SUBSIDIARY UNDERTAKINGS (CONTINUED)

| Subsidiary | Registered Office |
|-------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------|
| Logicalis Malaysia Sdn Bhd* | No. 1 & 1A, 2nd Floor, Jalan Ipoh Kecil, 50350 Kuala Lumpur, Wilayah Persekutuan |
| iZeno Sdn Bhd* | Unit #29-8, Q Sentral, No. 2A Jalan Stesen Sentral 2, 50470 Kuala Lumpur, Malaysia |
| Logicalis Pte. Ltd (Xiamen)* | Room 902 of Shen Tian International Building, No.42-46 Shen Tian Road, Siming District of Xiamen City, Fujian Province, China. |
| Logicalis Hong Kong Limited* | Suite 1401-02, 14/F, 1063 King's Road, Quarry Bay, Hong Kong |
| Logicalis Shanghai Limited* | No. 1080, Jin Feng Rd Jinshan District Shanghai |
| Logicalis Singapore Pte Ltd* | 80 Pasir Panjang Road #17-84 Mapletree Business City II Singapore, 117372 Singapore |
| Logicalis Vietnam Company Limited* | Nn 112 Lot, 47/384 Lach Tray, Floor 1, Hai Phong, Hai Phong Vietnam |
| iZeno Private Limited* | 1004 Toa Payoh North #02-11/12 Singapore 318995 |
| iZeno (Thailand) Company Limited* | 540 Mercury Tower, Level 11, Suite 1180, Ploenchit Road, Lumpini, Pathumwan Bangkok 10330, Thailand |
| iZeno (Thailand) Holding Company Limited* | 540 Mercury Tower, Level 11, Suite 1180, Ploenchit Road, Lumpini, Pathumwan Bangkok 10330, Thailand |
| Logicalis Portugal S.A. | Lagoas Park, Edificio 5, Torre A 2740-265 Porto-Salvo, Portugal |
| Logicalis Spain S.L. | Av. Diagonal, 569 2º 3ª, 08029 Barcelona, Spain |
| Audea Seguridad de la Información, S.L. * | Ribera del Loira 38, Edif. 4, Planta 5; 28042 Madrid |
| Audea Formación, S.L.* | Ribera del Loira 38, Edif. 4, Planta 5; 28042 Madrid |
| Risk4All, S.L.* | Ribera del Loira 38, Edif. 4, Planta 5; 28042 Madrid |
| Logicalis US Holdings, Inc. | C/O Corporation Service Company, 80 State Street, Albany, New York 12207-2543 |
| Logicalis, Inc.* | C/O Corporation Service Company, 80 State Street, Albany, New York 12207-2543 |
| Logicalis SA (Pty) Ltd | Ground floor Bergzicht, 163 Uys Krige Drive, Western Cape, 7500 South Africa |
| LGLP Proprietary Limited | 15th Floor, The Leonardo, 75 Maude Street, Sandown, Sandton 2146, South Africa |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Year ended 28 February 2025

30. SUBSIDIARY UNDERTAKINGS (CONTINUED)

All subsidiaries are owned directly by Logicalis International Limited, except those marked * which are held indirectly via an intermediate subsidiary. All subsidiaries listed above have been included in the consolidation. The proportion of voting rights of subsidiaries held by the Group is the same as the proportion of shares held.

As at 28 February 2025, the Group does not have an interest in any equity-accounted investments.

^ LGLP Proprietary Limited ("LGLP") made a capital investment in Ascension Fund No 15 LLP, the BBBEE partner of Logicalis SA (Pty) Ltd. LGLP has control over the fund.

(i) iZeno (Thailand) Holding Company Limited has preference shares in issue of which 0% are held by the Group.

(ii) Logicalis SA (Pty) Ltd has preference shares in issue of which 100% are held by the Group.

31. POST BALANCE SHEET EVENTS

On 4 April 2025 a dividend of \$10,000,000 was declared to the parent company.

32. AUDIT EXEMPTION FOR SUBSIDIARY COMPANIES

For the year ending 28 February 2025, Logicalis Group Finance Limited a fully owned subsidiary incorporated in the United Kingdom with registration number 12304087, Q Associates Limited a fully owned subsidiary incorporated in the United Kingdom with registration number 01913004 and Two Ten Degrees Limited a fully owned subsidiary incorporated in the United Kingdom with registration number 11453853 are exempt from the requirements of the Companies Act 2006 relating to the audit of financial statements under section 479A of that Act.

33. PARENT COMPANY AND ULTIMATE CONTROLLING PARTY

The parent company is Logicalis International Group Holding Limited, a company incorporated and registered in the United Kingdom. The ultimate parent company is Datatec Limited, a company incorporated and registered in the Republic of South Africa and listed on the Johannesburg Stock Exchange. Copies of the ultimate parent company's annual financial statements can be obtained from Datatec Limited, 15th Floor, The Leonardo, 75 Maude Street, Sandown, Sandton 2146, South Africa or from its website www.datatec.com. Datatec PLC is the smallest group and Datatec Limited is the largest group of which the Company is a member for which consolidated financial statements are prepared. Datatec PLC's registered office is Bush House, North West Wing, Aldwych, London, WC2B 4PJ, United Kingdom and Datatec Limited's registered office is 15th Floor, The Leonardo, 75 Maude Street, Sandown, Sandton 2146, South Africa.

LOGICALIS INTERNATIONAL LIMITED

COMPANY STATEMENT OF COMPREHENSIVE INCOME
Year ended 28 February 2025

| | Note | 2025 \$'000 | 2024 \$'000 |
|---------------------------------------------------------------------|------|----------------|----------------|
| Other operating income | | 16,897 | 25,083 |
| Administrative expenses before separable items | | (12,823) | (21,049) |
| Amortisation and depreciation | | (206) | (426) |
| Datatec management fees | | (4,965) | (4,885) |
| Total administrative expenses | | (17,994) | (26,360) |
| Income from shares in group undertakings | | 74,396 | 10,287 |
| Operating profit | | 73,299 | 9,010 |
| Amounts written off investments | 39 | (59,500) | - |
| Finance income | 36 | 2,064 | 3,049 |
| Finance costs | 37 | (13,043) | (13,199) |
| Acquisition-related fair value adjustments | | - | (143) |
| Profit/(Loss) before tax | | 2,820 | (1,283) |
| Income tax credit | 38 | 399 | 1,406 |
| Profit and total comprehensive income for the financial year | | 3,219 | 123 |

COMPANY STATEMENT OF CHANGES IN EQUITY
Year ended 28 February 2025

| | Share capital \$'000 | Share premium \$'000 | (Accumulat ed losses)/ Retained earnings \$'000 | Total \$'000 |
|----------------------------------------------------|----------------------------|----------------------------|-------------------------------------------------------------|-----------------|
| At 1 March 2023 | - | 87,700 | (4,289) | 83,411 |
| Profit and total comprehensive income for the year | - | - | 123 | 123 |
| Capital reduction | - | (37,700) | 37,700 | - |
| At 29 February 2024 | - | 50,000 | 33,534 | 83,534 |
| Profit and total comprehensive income for the year | - | - | 3,219 | 3,219 |
| At 28 February 2025 | - | 50,000 | 36,753 | 86,753 |

LOGICALIS INTERNATIONAL LIMITED

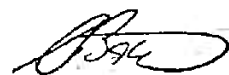
COMPANY BALANCE SHEET
As at 28 February 2025

| | Note | 2025 \$'000 | 2024 \$'000 |
|------------------------------------|------|------------------|------------------|
| NON-CURRENT ASSETS | | | |
| Investment in subsidiaries | 39 | 149,606 | 209,106 |
| Property plant and equipment | 40 | 15 | 33 |
| Right-of-use assets | 41 | 241 | 422 |
| Deferred tax asset | 46 | 832 | 742 |
| Amounts owed by Group undertakings | 42 | 20,056 | 17,496 |
| | | <u>170,750</u> | <u>227,799</u> |
| CURRENT ASSETS | | | |
| Trade and other receivables | 42 | 20,785 | 24,255 |
| Tax receivable | | 1,049 | 1,117 |
| Cash and cash equivalents | 44 | 265 | 12,693 |
| | | <u>22,099</u> | <u>38,065</u> |
| TOTAL ASSETS | | <u>192,849</u> | <u>265,864</u> |
| CURRENT LIABILITIES | | | |
| Trade and other payables | 43 | (6,456) | (8,898) |
| Amounts owed to Group undertakings | 43 | (5,458) | (8,207) |
| Bank overdrafts and loans | 44 | (94,182) | (113,108) |
| | | <u>(106,096)</u> | <u>(130,213)</u> |
| NET CURRENT LIABILITIES | | <u>(83,997)</u> | <u>(92,148)</u> |
| NON-CURRENT LIABILITIES | | | |
| Amounts owed to Group undertakings | 43 | - | (52,117) |
| TOTAL LIABILITIES | | <u>(106,096)</u> | <u>(182,330)</u> |
| NET ASSETS | | <u>86,753</u> | <u>83,534</u> |
| EQUITY | | | |
| Called up share capital | 45 | - | - |
| Share premium account | | 50,000 | 50,000 |
| Retained earnings | | 36,753 | 33,534 |
| Total Equity | | <u>86,753</u> | <u>83,534</u> |

These financial statements of Logicalis International Limited, registered number 05399733, on pages 93 to 104, were approved by the Board of Directors on 17 July 2025 and authorised for issue on 21 July 2025.

Signed on behalf of the Board of Directors by:


R B Bailkoski
Director


C Baxter
Director

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE COMPANY FINANCIAL STATEMENTS Year Ended 28 February 2025

34. MATERIAL COMPANY ACCOUNTING POLICIES

Basis of preparation

The Company financial statements have been prepared in accordance with the Companies Act 2006 as applicable to companies using Financial Reporting Standard 101, 'Reduced Disclosure Framework' (FRS 101). The financial statements have been prepared under the historical cost convention as modified by financial instruments recognised at fair value, and in accordance with the Companies Act 2006. As permitted by FRS 101 The Company has taken advantage of the following disclosure exemptions under that standard:

IAS 1 'Presentation of Financial Statements'- Exemption from comparatives for movements on share capital and property, plant and equipment; and exemption from the requirement of IAS 1 to present a third balance sheet

IAS 7 'Statement of cash flows'- Complete exemption from preparing a cash flow statement and related notes

IAS 24 'Related Party Disclosures'- Exemption for remuneration of key management personnel and related party transactions entered into between two or more members of Datatec Limited, provided that any subsidiary party to the transaction is wholly owned by Datatec Limited.

Logicalis International Limited transitioned to FRS 101 in its Company financial statements on 1 March 2022. This change constitutes a change in the accounting framework from IFRS to FRS 101. However, there is no impact on recognition or measurement of assets and liabilities in the Statement of Financial position, Equity, Other comprehensive income or cashflow statements. As there has been no impact on the financial statements, a reconciliation of Equity and OCI are not required.

The particular accounting policies adopted by the Company have been consistently applied in the current and preceding years and is consistent with the accounting policies adopted by the Group. Please refer to note 2 to the consolidated financial statements.

The address of the Company's registered office is Building 8 Ground Floor, Foundation Park, Roxborough Way, Maidenhead, England SL6 3UD.

Accounting convention

The financial statements are prepared under the historical cost convention as modified by the revaluation of subsidiary undertakings.

Going concern

The Board has satisfied itself that the Company has adequate resources to continue in operation for the foreseeable future. The Company's financial statements have accordingly been prepared on a going concern basis. The Company currently has no need to undertake a capital restructuring and key executive management is in place. The Board is not aware of any material non-compliance with statutory or regulatory requirements and there are no pending legal proceedings other than in the normal course of business.

Critical accounting judgements and key sources of estimation uncertainty

In applying the Company's accounting policies, the following key source of estimation uncertainty was identified, that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Estimates made in determining the recoverable amount of inter-company receivables and investments included in the statement of financial position (disclosed in notes 39 and 42). The Company continually assesses the carrying value of its inter-company receivables and investments recognised as part of historical acquisitions. This requires an estimation of the value in use, based on estimated future cash flows and discount rates relating to the inter-company receivables and investments.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE COMPANY FINANCIAL STATEMENTS Year Ended 28 February 2025

35. DIRECTORS AND EMPLOYEES

Three Directors received emoluments in respect of their services to the Company during the year (2024: three). Details of their emoluments for their services to the Group are disclosed in note 8 to the consolidated financial statements. The remaining Directors emoluments were paid by other companies in the Datatec Limited Group, no recharges were made to the Company. It is not practical to ascertain the portion of Directors remuneration that is in respect of their services to Logicalis International Limited.

| | 2025 No. | 2024 No. |
|---------------------------------------------------------------|-------------|-------------|
| Monthly average number of people employed including directors | | |
| Business support | 29 | 36 |

Their aggregate remuneration comprised:

| | 2025 S'000 | 2024 S'000 |
|-----------------------|---------------|---------------|
| Wages and salaries | 5,608 | 5,833 |
| Social security costs | 765 | 830 |
| Other pension costs | 206 | 217 |
| Total staff costs | <u>6,579</u> | <u>6,880</u> |

36. FINANCE INCOME

| | 2025 S'000 | 2024 S'000 |
|-------------------------------------------------------|---------------|---------------|
| Interest income on amounts owed by group undertakings | 2,064 | 3,049 |
| | <u>2,064</u> | <u>3,049</u> |

37. FINANCE COSTS

| | 2025 S'000 | 2024 S'000 |
|---------------------------------------------------------|---------------|---------------|
| Interest on bank overdrafts, loans and other borrowings | 8,725 | 8,902 |
| Interest expense on amounts owed to group undertakings | 4,318 | 4,297 |
| | <u>13,043</u> | <u>13,199</u> |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE COMPANY FINANCIAL STATEMENTS

Year Ended 28 February 2025

38. INCOME TAX CREDIT

| | 2025 | 2024 |
|----------------------------------------------|---------------|----------------|
| | \$'000 | \$'000 |
| Current taxation | | |
| <i>United Kingdom corporation tax:</i> | | |
| Current year | (626) | (1,065) |
| Adjustment in respect of prior years | 317 | (506) |
| | <u>(309)</u> | <u>(1,571)</u> |
| Total current taxation | | |
| Deferred taxation | | |
| (Credit)/Charge for the current year | (56) | 187 |
| Release of prior years deferred tax assets | (34) | (22) |
| | <u>(90)</u> | <u>165</u> |
| Total deferred taxation (see note 46) | | |
| Income tax credit | <u>(399)</u> | <u>(1,406)</u> |

The credit for the year can be reconciled to the profit/(loss) before tax per the Company Statement of Comprehensive Income as follows:

| | 2025 | 2024 |
|--------------------------------------------------------------------------------|---------------|----------------|
| | \$'000 | \$'000 |
| Profit/(Loss) before tax | <u>2,820</u> | <u>(1,283)</u> |
| Income tax charge/(credit) at the UK Corporation tax rate of 25% (2024: 24.5%) | 705 | (314) |
| <i>Factors affecting charge/(credit) for the year:</i> | | |
| Intra-group management fees | 417 | 646 |
| Tax effect of investment impairment | 14,875 | - |
| Tax arising on dividends received | (18,268) | (2,520) |
| Non deductible expenses and permanent differences | 23 | 30 |
| Rate adjustment | - | (22) |
| Deferred tax assets not recognised | 1,475 | 1,250 |
| Non recoverable withholding taxes | 91 | 52 |
| Adjustment in respect of prior years | 317 | (506) |
| Prior year deferred tax movement | (34) | (22) |
| | <u>(399)</u> | <u>(1,406)</u> |
| Income tax credit | | |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE COMPANY FINANCIAL STATEMENTS
Year Ended 28 February 2025

39. INVESTMENT IN SUBSIDIARIES

| | 2025 | 2024 |
|--------------------------------------|----------------|----------------|
| | \$'000 | \$'000 |
| Cost | | |
| At 1 March | 219,376 | 219,427 |
| Disposal of investment in subsidiary | | (51) |
| | <u>219,376</u> | <u>219,376</u> |
| At 28/29 February | 219,376 | 219,376 |
| Accumulated impairment losses | | |
| At 1 March | 10,270 | 10,270 |
| Impairment | 59,500 | - |
| | <u>69,770</u> | <u>10,270</u> |
| At 28/29 February | 69,770 | 10,270 |
| Carrying amount | | |
| At 28/29 February | <u>149,606</u> | <u>209,106</u> |

Details of the Company's subsidiaries can be found within note 30 to the Logicalis International Limited consolidated financial statements.

During 2025, following a reduction in the carrying value of Logicalis Group Finance Limited as a result of a dividend paid to the Company, an impairment of \$59.5 million was recorded.

During 2024, one of the Company's subsidiaries, Logicalis Group Operations Centre, S.A. was closed down and as such the investment carrying value of \$51,000 was disposed of.

40. PROPERTY, PLANT AND EQUIPMENT

| | Fixtures, office furniture and fittings \$'000 | Computer equipment and software \$'000 | Total \$'000 |
|---------------------------------|---------------------------------------------------------|-------------------------------------------------|-----------------|
| Cost | | | |
| At 1 March 2024 | 32 | 1,317 | 1,349 |
| Additions | - | 7 | 7 |
| Disposals | (23) | (1,214) | (1,237) |
| | <u>9</u> | <u>110</u> | <u>119</u> |
| At 28 February 2025 | 9 | 110 | 119 |
| Accumulated depreciation | | | |
| At 1 March 2024 | 25 | 1,291 | 1,316 |
| Charge for the year | 3 | 22 | 25 |
| Disposals | (23) | (1,214) | (1,237) |
| | <u>5</u> | <u>99</u> | <u>104</u> |
| At 28 February 2025 | 5 | 99 | 104 |
| Carrying amount | | | |
| At 28 February 2025 | <u>4</u> | <u>11</u> | <u>15</u> |
| At 29 February 2024 | 7 | 26 | 33 |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE COMPANY FINANCIAL STATEMENTS Year Ended 28 February 2025

41. RIGHT-OF-USE ASSETS

| | Land and building \$'000 | Total \$'000 |
|---------------------------------|-----------------------------------------|-------------------------|
| Cost | | |
| At 1 March 2024 | 904 | 904 |
| At 28 February 2025 | 904 | 904 |
| Accumulated depreciation | | |
| At 1 March 2024 | 482 | 482 |
| Charge for the year | 181 | 181 |
| At 28 February 2025 | 663 | 663 |
| Carrying amount | | |
| At 28 February 2025 | 241 | 241 |
| At 29 February 2024 | 422 | 422 |

42. TRADE AND OTHER RECEIVABLES

| | 2025 \$'000 | 2024 \$'000 |
|------------------------------------------------|------------------------|------------------------|
| Amounts owed by group undertakings | 14,834 | 16,310 |
| Prepayments and contract assets | 5,951 | 7,945 |
| | 20,785 | 24,255 |
| Non-current amounts owed by group undertakings | 20,056 | 17,496 |

The Directors consider that the carrying amount of trade and other receivables approximates to their fair value.

Logicalis International Limited issued Logicalis Group Finance Limited unsecured loans in British Pound Sterling, Euro, Singapore Dollars and US Dollars (2024: Australian Dollars, British Pound Sterling, Euro and Singapore Dollars). Each of the loans will be repaid in equal instalments. The loans bear interest at applicable risk-free interest rates linked to SONIA, EURIBOR and SOFR depending on the currency, (2024: Australian BBSW, SONIA, EURIBOR and SORA), plus a fixed margin rate.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE COMPANY FINANCIAL STATEMENTS

Year Ended 28 February 2025

43. TRADE AND OTHER PAYABLES

| | 2025 \$'000 | 2024 \$'000 |
|------------------------------------------------|----------------|----------------|
| Trade and other payables | 1,245 | 1,211 |
| Accruals and other creditors | 5,211 | 7,581 |
| Provisions | | 106 |
| | <u>6,456</u> | <u>8,898</u> |
| Current amounts owed to group undertakings | 5,458 | 8,207 |
| Non-current amounts owed to group undertakings | | <u>-52,117</u> |

The Directors consider that the carrying amount of trade and other payables approximates to their fair value.

The amounts owed to group undertakings are unsecured and denominated primarily in US Dollars. These amounts bear interest at applicable risk-free interest rates linked to SOFR plus a fixed margin rate.

44. CASH AND CASH EQUIVALENTS

| | 2025 \$'000 | 2024 \$'000 |
|--------------------------------------------------------------|-----------------|------------------|
| Cash and cash equivalents | 265 | 12,693 |
| Bank overdrafts unconditionally repayable on demand | (3,658) | - |
| Bank overdrafts repayable on demand under certain conditions | (90,524) | (113,108) |
| Net overdraft | <u>(93,917)</u> | <u>(100,415)</u> |
| Bank overdrafts unconditionally repayable on demand | (3,658) | |
| Bank overdrafts repayable on demand under certain conditions | (90,524) | (113,108) |
| Total bank overdrafts | <u>(94,182)</u> | <u>(113,108)</u> |

The applicable risk-free interest rates for bank overdraft repayable on demand under certain conditions are SOFR, SONIA, SORA, EURIBOR and Australian BBSW plus a margin rate determined from a margin ratchet on quarterly leverage.

45. CALLED UP SHARE CAPITAL

Details of authorised and issued share capital are disclosed in note 24 to the consolidated financial statements.

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE COMPANY FINANCIAL STATEMENTS Year Ended 28 February 2025

46. DEFERRED TAX ASSET

The following represents the movement on deferred tax during the year.

| | 2025 \$'000 | 2024 \$'000 |
|---------------------------------------------------------|----------------|----------------|
| At 1 March | (742) | (907) |
| (Credit)/debit to the Statement of Comprehensive Income | (90) | 165 |
| | <u>(832)</u> | <u>(742)</u> |
| At 28/29 February | <u>(832)</u> | <u>(742)</u> |

The deferred tax is provided as follows:

| | 2025 \$'000 | 2024 \$'000 |
|--------------------------------|----------------|----------------|
| Tax losses | (435) | |
| Accruals and similar items | (271) | (594) |
| Accelerated capital allowances | (126) | (148) |
| | <u>(832)</u> | <u>(742)</u> |
| Deferred tax asset | <u>(832)</u> | <u>(742)</u> |

The Company has recognised a deferred tax asset on unused tax losses on the basis that sufficient future taxable profits are forecasted to enable utilisation of this asset.

47. RELATED PARTIES

Outstanding balances between the Company and its related parties, excluding those where the related party is wholly owned by Datatec Limited, are disclosed below and include short term trading loans. Management considers the risks applicable to the Company are similar to that of the Group. Refer to note 21 for the risk management approach.

Amounts owed from related parties

| | 2025 \$'000 | 2024 \$'000 |
|-----------------------------------|----------------|----------------|
| Logicalis SA (Pty) Ltd | 80 | 305 |
| PT Packet Systems Indonesia | - | 19 |
| iZeno Private Limited (Singapore) | 84 | 44 |
| MetroData Indonesia | - | 22 |
| Logicalis Latin America Group | 146 | 185 |
| | <u>310</u> | <u>575</u> |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE COMPANY FINANCIAL STATEMENTS
Year Ended 28 February 2025

47. RELATED PARTIES (CONTINUED)

Amounts owed to related parties

| | 2025 | 2024 |
|-----------------------------------------------|----------------|----------------|
| | \$'000 | \$'000 |
| Logicalis Latin America Group | | - (199) |
| Logicalis International Group Holding Limited | (2,900) | (2,000) |
| Audea Seguridad de la Información, S.L. | (3) | |
| | <u>(2,903)</u> | <u>(2,199)</u> |

LOGICALIS INTERNATIONAL LIMITED

NOTES TO THE COMPANY FINANCIAL STATEMENTS

Year Ended 28 February 2025

48. GUARANTEES

Logicalis International Limited has, in the ordinary course of business, issued guarantees to third parties in respect of trading facilities, lease or other contractual commitments, and to banks that provide facilities to subsidiaries. The Company assessed the probabilities of defaults of the guarantees provided and recognized liabilities as appropriate. As at 28 February 2025 and 29 February 2024, Logicalis International Limited stands guarantor on behalf of:

| For | 2025 Limit \$'000 | 2024 Limit \$'000 | In Favour of |
|-----------------------------------------------------------------------------|----------------------|----------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Obligors (as defined in the Senior Facilities Agreement) | 135,000 | 135,000 | BBVA, Barclays, HSBC |
| Logicalis, Inc. and PT Packet Systems Indonesia | 115,000 | 115,000 | Wells Fargo Commercial Distribution Finance LLC; GE Commercial Distribution Finance Corporation |
| Logicalis Australia Holdings Pty Ltd, Logicalis, Inc., Logicalis Spain S.L. | 55,546 | 55,546 | Peridot Financing Solutions Netherlands B.V., Peridot Global Holdings Limited, Peridot Financing Solutions LLC, Peridot Capital Solutions Australia Pty Limited |
| Logicalis UK Limited, Logicalis Solutions Limited | 12,624 | 12,624 | IBM United Kingdom Financial Services Limited, IBM Global Financing Ireland Limited |
| Logicalis Spain S.L. | 11,000 | n/a | BBVA |
| Logicalis UK Limited | n/a | 9,467 | Arrow Enterprise Computing Solutions |
| Logicalis Solutions Limited | n/a | 8,647 | Arrow Enterprise Computing Solutions |
| Logicalis Shanghai Limited | 3,523 | 3,523 | HSBC China |
| Logicalis GmbH | 3,130 | n/a | Michael Kuske |
| PT Packet Systems Indonesia | 3,000 | 3,000 | HSBC, Indonesia Branch |
| Logicalis UK Limited | 3,000 | 3,000 | HSBC UK |
| Logicalis UK Limited | n/a | 2,718 | Arrow Enterprise Computing Solutions |
| Logicalis UK Limited | 1,894 | n/a | Exertis |
| Logicalis Australia Holdings Pty Ltd | 1,624 | 1,624 | HSBC Bank Australia Limited |
| Logicalis Singapore (Taiwan Branch) | 1,579 | 1,579 | HSBC Bank (Taiwan) Limited |
| Logicalis Malaysia Sdn Bhd | 556 | 556 | HSBC Bank Malaysia Berhad |
| Logicalis UK Limited | 350 | n/a | DLL |
| Logicalis South Africa Pty Ltd | 261 | 261 | Innovent Rental and Asset Management Solutions Pty Ltd |
| Logicalis UK Limited | n/a | 110 | De Lage Landen Leasing Limited |
| Logicalis UK Limited | - | - | Crown Commercial Service |
| Logicalis Solution Limited | - | n/a | Irish Water |

LOGICALIS INTERNATIONAL LIMITED

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Year Ended 28 February 2025

49. PARENT COMPANY AND ULTIMATE CONTROLLING PARTY

For details of the parent company and ultimate controlling party please refer to note 33 of the consolidated financial statements.