

Company registration number 218846 (Ireland)

INA'S KITCHEN DESSERTS LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

INA'S KITCHEN DESSERTS LIMITED

COMPANY INFORMATION

| | |
|--------------------------|---|
| Directors | Barry Broderick Bernard Broderick |
| Secretary | Bernard Broderick |
| Company number | 218846 |
| Registered office | Unit 3 South City Business Park Whitestown Tallaght Co. Dublin Ireland |
| Auditor | UHY Farrelly Dawe White Limited Unit 4A Fingal Bay Business Park Balbriggan Co. Dublin Ireland |
| Bankers | Ulster Bank Columba House 3rd Floor Airsides Retail Park Swords Co. Dublin |
| Solicitors | Dodd & Co. Solicitors DMG Business Centre Camden Row Dublin 8 Ireland |

INA'S KITCHEN DESSERTS LIMITED

CONTENTS

| | Page |
|---------------------------------------|-------------|
| Directors' report | 1 - 4 |
| Directors' responsibilities statement | 5 |
| Independent auditor's report | 6 - 8 |
| Statement of comprehensive income | 9 |
| Balance sheet | 10 |
| Statement of changes in equity | 11 |
| Statement of cash flows | 12 |
| Notes to the financial statements | 13 - 27 |

INA'S KITCHEN DESSERTS LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2024

The directors present their annual report and financial statements for the year ended 31 December 2024.

Principal activities

Established in 1984 by Ina Broderick, Broderick's is now a leading manufacturer of sweet bakery products for the grocery retail, café, and foodservice channels. With a strong domestic and international presence, the company's expertise lies in product innovation, particularly in creating seasonal offerings for key foodservice and retail clients. Balancing private label projects with its own brand, "Broderick's," the company strategically targets profitable sustainable growth.

Review of the business

Since the reacquisition of the business from the BDO Capital Development Fund in October 2021, the company has undergone a period of significant transformation and renewed focus under the current family ownership.

The past several years have been marked with both progress and resilience amidst what continues to be a challenging trading environment for the food manufacturing sector. Significant increases in input and labour costs, most notably unprecedented volatility and record highs in cocoa prices has strained margins across the chocolate and confectionary sectors. Supported by strong customer relationships, product innovation and operational efficiencies implemented by management, the company has maintained profitability.

On 10/12/2025, the parent company completed a refinance of its third-party debt and restructure of debt to equity in Ina's Kitchen Desserts Limited. The resulting financial impact and continued profitability will result in a positive net assets position for the Ina's Kitchen Desserts Limited in 2025.

Market Environment and Outlook

The wider market continues to experience headwinds, most notably labour costs and commodity price inflation. The company continues to manage these challenges carefully, balancing cost discipline with its commitment to product quality and customer relationships and pricing.

Looking ahead, the directors remain optimistic. The business is in a stronger position today than at any time in recent years, underpinned by consistent growth, operational stability, and a clear strategic direction. The steps taken since 2021 have placed the company on a sustainable footing for continued success in the years ahead.

Acknowledgements

The directors wish to thank all employees for their dedication and professionalism, our customers and suppliers for their continued partnership and trust and our capital partners for their continued support throughout the turnaround since 2021 and into the future.

Principal risks and uncertainties

Competitors

The manufacturing and distribution of bakery products remains a highly competitive space. The company seeks to mitigate this risk by ensuring all customers are provided with the highest service levels and product innovation and development.

Raw Materials Costs

While some raw material costs have stabilised, there is still significant pressure on chocolate costs due to the cocoa crisis. The company has contracts in place for our most significant ingredients and we continue to seek the best value on our other ingredients if possible.

INA'S KITCHEN DESSERTS LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

Key performance indicators

- EBITDA since October 2021 has been consistently profitable and in 2024 exceeded €1m. We will continue to work with our capital partners to simplify and optimise the capital structure to position the company for long-term stability, growth and continued reduction of legacy debt.
- Turnover in 2024 reached €16.2m, up 42% from 2021 levels. We expect 2025 turnover to increase once more based on new product launches in Q4 2025.
- Employee numbers have increased from 108 in 2021 to 121 in 2025, reflecting both the growth of the business and continued investment in people, skills and product quality.

Results and dividends

The results for the year are set out on page 9.

No ordinary dividends were paid. The directors do not recommend payment of a final dividend.

No preference dividends were paid.

Directors and secretary

The directors who held office during the year and up to the date of signature of the financial statements (except as noted) were as follows:

Barry Broderick
Bernard Broderick

Directors' and secretary's interests

The directors' and secretary's interests in the shares of the company were as stated below:

| | Ordinary A Shares of €1.27 each | |
|-------------------|---|------------------|
| | 1 January 2024 | 31 December 2024 |
| Barry Broderick | 14,202 | 14,202 |
| Bernard Broderick | - | - |
| | Ordinary B Shares of €1 each | |
| | 1 January 2024 | 31 December 2024 |
| Barry Broderick | - | - |
| Bernard Broderick | - | - |
| | 3% Cumulative Redeemable Preference Shares of €1.27 each | |
| | 1 January 2024 | 31 December 2024 |
| Barry Broderick | - | - |
| Bernard Broderick | - | - |
| | 3% Cumulative Redeemable Convertible A Preference Shares of €1 each | |
| | 1 January 2024 | 31 December 2024 |
| Barry Broderick | - | - |
| Bernard Broderick | - | - |
| | 4% Cumulative Convertible Redeemable Preference Shares of €1 each | |
| | 1 January 2024 | 31 December 2024 |
| Barry Broderick | - | - |
| Bernard Broderick | - | - |

INA'S KITCHEN DESSERTS LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

Accounting records

The company's directors are aware of their responsibilities, under sections 281 to 285 of the Companies Act 2014 as to whether in their opinion, the accounting records of the company are sufficient to permit the financial statements to be readily and properly audited and are discharging their responsibility by:

- employing qualified and/or experienced staff,
- ensuring that sufficient company resources are available for the task, and
- liaising with the company's auditors.

The accounting records are held at the company's registered office, Unit 3, South City Business Park, Whitestown, Tallaght, Co. Dublin, Ireland.

Post reporting date events

Sales have continued to grow in 2025, with new retail accounts in the United Kingdom and Europe and development work coming to fruition in other international markets, however we expect profit margin to be down. This is due to the rippling effect that the minimum wage increase has caused, and the repercussions of a near 100% increase in the price of our key raw material: Belgian chocolate.

We are managing these challenges through a combination of innovation, in product and process, and working with our key customers who support and challenge us to create excellent products at fair prices. Enterprise Ireland has been an excellent partner to the company.

Going Concern

At the time of approving the financial statements, the company is currently trading with a positive EBITDA and is in line with its current cashflow projections.

The company has entered into a phased payment plan in order to clear all outstanding debt with Revenue.

Most of the debt in the company is made up of loans owed to related party companies and shareholders of the company, and it has been agreed that there will be no repayment call made on these debts in the short term.

The current cash position of the company is stable and it continually reviews its position and has prepared forecasts that indicate that the company can continue as a going concern.

On this basis, the directors believe that the company can continue as a going concern.

Future developments

In planning its future growth strategy, the company is continuing to develop its capabilities, streamlining the manufacturing facilities and seeking new opportunities.

Auditor

In accordance with the Companies Act 2014, section 383(2), UHY Farrelly Dawe White Limited continue in office as auditor of the company.

Statement of disclosure to auditor

Each of the directors in office at the date of approval of this annual report confirms that:

- so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware, and
- the director has taken all the steps that he / she ought to have taken as a director in order to make himself / herself aware of any relevant audit information and to establish that the company's auditor is 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.

INA'S KITCHEN DESSERTS LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

Medium-sized companies exemption

The entity has availed of the small companies exemption contained in the Companies Act 2014 with regard to the requirements for exclusion of certain information in the directors' report.

On behalf of the board


Barry Broderick
Director



Bernard Broderick
Director

4 February 2026

INA'S KITCHEN DESSERTS LIMITED

DIRECTORS' RESPONSIBILITIES STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2024

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable Irish law and regulations.

Irish company law requires the directors to prepare financial statements for each financial year. Under that law, the directors have elected to prepare the financial statements in accordance with Companies Act 2014 and FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (Generally accepted Accounting Practice in Ireland) issued by the Financial Reporting Council. Under company law, the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the company as at the financial year end date and of the profit or loss of the company for that financial year and otherwise comply with the Companies Act 2014.

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

- select suitable accounting policies for the company financial statements 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, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record 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, enable them to ensure that the financial statements and Directors' Report comply with the Companies Act 2014 and enable the financial statements to be audited. They 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.

On behalf of the board



Barry Broderick
Director



Bernard Broderick
Director

4 February 2026

INA'S KITCHEN DESSERTS LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF INA'S KITCHEN DESSERTS LIMITED

Opinion

We have audited the financial statements of Ina's Kitchen Desserts Limited ('the company') for the year ended 31 December 2024, which comprise the statement of comprehensive income, the balance sheet, the statement of changes in equity, the statement of cash flows and notes to the financial statements, including the summary of significant accounting policies set out in note 1. The financial reporting framework that has been applied in their preparation is Irish Law and FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* issued in the United Kingdom by the Financial Reporting Council.

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 31 December 2024 and of its loss for the year then ended;
- have been properly prepared in accordance with FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are described below in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard for Auditors (Ireland) issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Material uncertainty related to going concern

In forming our opinion on the financial statements, which is not qualified, we have considered the adequacy of the disclosure made in note 1.2 to the financial statements concerning the company's ability to continue as a going concern. While the ultimate outcome of these conditions along with other matters explained in note 1.2 to the financial statements cannot be assessed with certainty at this time, the directors are of the opinion that it is appropriate to prepare the financial statements on a going concern basis. The financial statements do not contain any adjustments that would result if the Company was unable to continue as a going concern.

Other information

The directors are responsible for the other information in the annual report. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in 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 in this regard.

INA'S KITCHEN DESSERTS LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF INA'S KITCHEN DESSERTS LIMITED

Opinions on other matters prescribed by the Companies Act 2014

In our opinion, based on the work undertaken in the course of the audit, we report that:

- the information given in the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

We have obtained all the information and explanations which, to the best of our knowledge and belief, are 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, and the financial statements are in agreement with the accounting records.

Matters on which we are required to report by exception

Based on the 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.

The Companies Act 2014 requires us to report to you if, in our opinion, the requirements of any of sections 305 to 312 of the Act, which relate to disclosures of directors' remuneration and transactions, are not complied with by the company. We have nothing to report in this regard.

Responsibilities of directors for the financial statements

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements in accordance with the applicable financial reporting framework that give a true and fair view, and for such internal control as the directors 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, if applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the company's financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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.

A further description of our responsibilities for the audit of the company's financial statements is located on the IAASA's website at: https://www.iaasa.ie/wp-content/uploads/2022/10/Description_of_auditors_responsibilities_for_audit.pdf. This description forms part of our auditor's report.

INA'S KITCHEN DESSERTS LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF INA'S KITCHEN DESSERTS LIMITED

The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Michael Bellew

For and on behalf of UHY Farrelly Dawe White Limited

Chartered Certified Accountants

Statutory Auditor

Unit 4A

Fingal Bay Business Park

Balbriggan

Co. Dublin

Ireland

4 February 2026

INA'S KITCHEN DESSERTS LIMITED

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2024

| | Notes | 2024 € | 2023 € |
|---|-------|------------------------|-------------------------|
| Turnover | 3 | 16,802,200 | 15,463,041 |
| Cost of sales | | (14,458,593) | (12,260,034) |
| Gross profit | | <u>2,343,607</u> | <u>3,203,007</u> |
| Administrative expenses | | (1,801,929) | (2,281,234) |
| Other operating income | | 58,652 | 30,058 |
| Operating profit | 4 | <u>600,330</u> | <u>951,831</u> |
| Interest payable and similar expenses | 7 | (614,296) | 287,065 |
| (Loss)/profit before taxation | | <u>(13,966)</u> | <u>1,238,896</u> |
| Tax on (loss)/profit | 8 | (22,442) | 96,808 |
| (Loss)/profit for the financial year | | <u><u>(36,408)</u></u> | <u><u>1,335,704</u></u> |

The statement of comprehensive income has been prepared on the basis that all operations are continuing operations.

INA'S KITCHEN DESSERTS LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2024

| | Notes | 2024 | | 2023 | |
|--|-------|--------------------|--------------------|--------------------|--------------------|
| | | € | € | € | € |
| Fixed assets | | | | | |
| Tangible assets | 10 | | 6,746,646 | | 6,801,486 |
| Current assets | | | | | |
| Stocks | 13 | 1,281,737 | | 1,675,925 | |
| Debtors | 14 | 5,296,462 | | 4,740,537 | |
| Cash at bank and in hand | | 250,090 | | 267,775 | |
| | | | <u>6,828,289</u> | | <u>6,684,237</u> |
| Creditors: amounts falling due within one year | 15 | <u>(5,167,375)</u> | | <u>(5,208,217)</u> | |
| Net current assets | | | <u>1,660,914</u> | | <u>1,476,020</u> |
| Total assets less current liabilities | | | <u>8,407,560</u> | | <u>8,277,506</u> |
| Creditors: amounts falling due after more than one year | 16 | | (10,885,978) | | (10,956,424) |
| Provisions for liabilities | | | | | |
| Provisions | 18 | 1,030,409 | | 793,501 | |
| Deferred tax liability | 19 | 292,426 | | 292,426 | |
| | | | <u>(1,322,835)</u> | | <u>(1,085,927)</u> |
| Net liabilities | | | <u>(3,801,253)</u> | | <u>(3,764,845)</u> |
| Capital and reserves | | | | | |
| Called up share capital presented as equity | 20 | | 1,934,807 | | 1,934,807 |
| Share premium account | | | 177,344 | | 177,344 |
| Revaluation reserve | | | 1,061,864 | | 1,079,587 |
| Capital redemption reserve | | | 337,266 | | 337,266 |
| Profit and loss reserves | | | (7,312,534) | | (7,293,849) |
| Total equity | | | <u>(3,801,253)</u> | | <u>(3,764,845)</u> |

The financial statements were approved by the board of directors and authorised for issue on 4 February 2026 and are signed on its behalf by:


Barry Broderick
Director


Bernard Broderick
Director

INA'S KITCHEN DESSERTS LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2024

| | Share capital | Share premium account | Revaluation reserve | Capital redemption reserve | Profit and loss reserves | Total |
|---------------------------------------|---------------|-----------------------|---------------------|----------------------------|--------------------------|-------------|
| | € | € | € | € | € | € |
| Balance at 1 January 2023 | 1,934,807 | 177,344 | 1,097,310 | 337,266 | (8,647,276) | (5,100,549) |
| Year ended 31 December 2023: | | | | | | |
| Profit and total comprehensive income | - | - | - | - | 1,335,704 | 1,335,704 |
| Transfers | - | - | - | - | 17,723 | 17,723 |
| Other movements | - | - | (17,723) | - | - | (17,723) |
| Balance at 31 December 2023 | 1,934,807 | 177,344 | 1,079,587 | 337,266 | (7,293,849) | (3,764,845) |
| Year ended 31 December 2024: | | | | | | |
| Loss and total comprehensive income | - | - | - | - | (36,408) | (36,408) |
| Transfers | - | - | - | - | 17,723 | 17,723 |
| Other movements | - | - | (17,723) | - | - | (17,723) |
| Balance at 31 December 2024 | 1,934,807 | 177,344 | 1,061,864 | 337,266 | (7,312,534) | (3,801,253) |

INA'S KITCHEN DESSERTS LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2024

| | Notes | 2024 € | € | 2023 € | € |
|---|-------|-----------|---|-------------|---|
| Cash flows from operating activities | | | | | |
| Cash generated from/(absorbed by) operations | 25 | 901,217 | | (1,468,733) | |
| Interest paid | | (614,296) | | 287,065 | |
| | | | | | |
| Net cash inflow/(outflow) from operating activities | | 286,921 | | (1,181,668) | |
| Investing activities | | | | | |
| Purchase of tangible fixed assets | | (307,820) | | (107,089) | |
| | | | | | |
| Net cash used in investing activities | | (307,820) | | (107,089) | |
| Financing activities | | | | | |
| Repayment of bank loans | | 3,214 | | 1,429,953 | |
| Payment of finance leases obligations | | - | | (9,161) | |
| | | | | | |
| Net cash generated from financing activities | | 3,214 | | 1,420,792 | |
| | | | | | |
| Net (decrease)/increase in cash and cash equivalents | | (17,685) | | 132,035 | |
| Cash and cash equivalents at beginning of year | | 287,775 | | 135,740 | |
| | | | | | |
| Cash and cash equivalents at end of year | | 250,090 | | 267,775 | |

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

Company information

Ina's Kitchen Desserts Limited is a limited company domiciled and incorporated in Ireland. The registered office is Unit 3, South City Business Park, Whitestown, Tallaght, Co. Dublin, Ireland and its company registration number is 218846.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2014.

The financial statements are prepared in euros, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest €.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the company is currently trading with a positive EBITDA and is in line with its current cashflow projections.

The company has entered into a phased payment plan in order to clear all outstanding debt with Revenue.

Most of the debt in the company is made up of loans owed to related party companies, shareholders of the company and third party financial institutions, and it has been agreed that there will be no repayment call made on these debts in the short term.

The current cash position of the company is stable and it continually reviews its position and has prepared forecasts that indicate that the company can continue as a going concern.

On this basis, the directors believe that the company can continue as a going concern.

1.3 Turnover

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

When cash inflows are deferred and represent a financing arrangement, the fair value of the consideration is the present value of the future receipts. The difference between the fair value of the consideration and the nominal amount received is recognised as interest income.

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer (usually on dispatch of the goods), the amount of revenue can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the entity and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

1.4 Intangible fixed assets - goodwill

Purchased goodwill arising on the acquisition of a business represents the excess of the acquisition cost over the fair value of the identifiable net assets including other intangible fixed assets when they were acquired. Purchased goodwill is capitalised in the Balance Sheet and since 2019 has been fully amortised. On disposal of a business any goodwill not yet amortised is included in determining the profit or loss on sale of the business.

1.5 Intangible fixed assets other than goodwill

Other intangible assets are deemed to have a definite economic life.

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives.

Development costs Fully depreciated

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

| | |
|-----------------------------|-------------------|
| Freehold land and buildings | 2% straight line |
| Fixtures and fittings | 10% straight line |
| Computers | 20% straight line |
| Motor vehicles | 20% straight line |

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to the statement of comprehensive income.

1.7 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets and intangible assets to determine whether there is any indication that 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). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in the statement of comprehensive income, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in the statement of comprehensive income, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, those overheads that have been incurred in bringing the stocks to their present location and condition.

Stocks held for distribution at no or nominal consideration are measured at the lower of replacement cost and original cost, adjusted where applicable for any loss of service potential.

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

At each reporting date, an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in profit or loss. Reversals of impairment losses are also recognised in profit or loss.

1.9 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

Bank overdrafts repayable on demand and that are an integral part of cash management are a component of cash and cash equivalents.

1.10 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Other financial assets

Other financial assets, including investments in equity instruments which are not subsidiaries, associates or joint ventures, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in profit or loss, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

Impairment of financial assets

Financial assets, other than those held at fair value through the statement of comprehensive income, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the statement of comprehensive income.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in the statement of comprehensive income.

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

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.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Other financial liabilities

Debt instruments that do not meet the conditions in FRS 102 paragraph 11.9 are subsequently measured at fair value through the statement of comprehensive income. Debt instruments may be designated as being measured at fair value through the statement of comprehensive income to eliminate or reduce an accounting mismatch or if the instruments are measured and their performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

1.11 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

1.12 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits 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 in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.13 Provisions

Provisions are recognised when the company has a legal or constructive present obligation 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 reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

1.14 Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.15 Foreign exchange

Transactions in currencies other than euro are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in the statement of comprehensive income for the period.

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount 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 where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

| | | | |
|----------|--|-------------------|-------------------|
| 3 | Turnover | 2024 | 2023 |
| | | € | € |
| | Turnover analysed by class of business | | |
| | Sales | 16,802,200 | 15,463,041 |
| | | <u>16,802,200</u> | <u>15,463,041</u> |
| | | 2024 | 2023 |
| | | € | € |
| | Turnover analysed by geographical market | | |
| | Republic of Ireland | 6,140,268 | 5,985,270 |
| | Europe | 10,318,102 | 1,291,610 |
| | Rest of the World | 343,830 | 8,186,161 |
| | | <u>16,802,200</u> | <u>15,463,041</u> |
| 4 | Operating profit | 2024 | 2023 |
| | | € | € |
| | Operating profit for the year is stated after charging/(crediting): | | |
| | Exchange (gains)/losses | (6,410) | 8,391 |
| | Depreciation of owned tangible fixed assets | 362,660 | 346,214 |
| | | <u>362,660</u> | <u>346,214</u> |
| 5 | Employees | | |
| | The average monthly number of persons (including directors) employed by the company during the year was: | | |
| | | 2024 | 2023 |
| | | Number | Number |
| | Administration, Manufacturing and Sales | 121 | 103 |
| | | <u>121</u> | <u>103</u> |
| | Their aggregate remuneration comprised: | | |
| | | 2024 | 2023 |
| | | € | € |
| | Wages and salaries | 3,725,339 | 3,629,739 |
| | Social security costs | 417,120 | 375,720 |
| | | <u>4,142,459</u> | <u>4,005,459</u> |
| 6 | Directors' remuneration | 2024 | 2023 |
| | | € | € |
| | Remuneration for qualifying services | 86,892 | 88,480 |
| | | <u>86,892</u> | <u>88,480</u> |

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

7 Interest payable and similar expenses

| | 2024 | 2023 |
|--|----------------|------------------|
| | € | € |
| Interest on financial liabilities measured at amortised cost: | | |
| Interest on bank overdrafts and loans | 157,702 | 169,126 |
| Dividends on redeemable preference shares not classified as equity | 23,408 | 19,899 |
| Other interest on financial liabilities | 433,186 | (476,090) |
| | <u>614,296</u> | <u>(287,065)</u> |

8 Taxation

| | 2024 | 2023 |
|---|---------------|-----------------|
| | € | € |
| Current tax | | |
| Corporation tax on profits for the current period | 14,238 | - |
| Adjustments in respect of prior periods | 8,204 | - |
| Total current tax | <u>22,442</u> | <u>-</u> |
| Deferred tax | | |
| Origination and reversal of timing differences | - | (96,808) |
| Total tax charge/(credit) | <u>22,442</u> | <u>(96,808)</u> |

The actual charge/(credit) for the year can be reconciled to the expected (credit)/charge for the year based on the profit or loss and the standard rate of tax as follows:

| | 2024 | 2023 |
|---|-----------------|------------------|
| | € | € |
| (Loss)/profit before taxation | <u>(13,966)</u> | <u>1,238,896</u> |
| Expected tax (credit)/charge based on the standard rate of corporation tax of 12.50% (2023: 12.50%) | (1,746) | 154,862 |
| Tax effect of expenses that are not deductible in determining taxable profit | 4,614 | 21,885 |
| Unutilised tax losses carried forward | (20,587) | (185,375) |
| Permanent capital allowances in excess of depreciation | 17,719 | 8,628 |
| Deferred tax | - | (96,808) |
| Tax at higher rate | 22,442 | - |
| Taxation charge/(credit) for the year | <u>22,442</u> | <u>(96,808)</u> |

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

9 Intangible fixed assets

| | Goodwill | Development costs | Total |
|--|----------|-------------------|-----------|
| | € | € | € |
| Cost | | | |
| At 1 January 2024 and 31 December 2024 | 790,918 | 344,418 | 1,135,336 |
| Amortisation and impairment | | | |
| At 1 January 2024 and 31 December 2024 | 790,918 | 344,418 | 1,135,336 |
| Carrying amount | | | |
| At 31 December 2024 | - | - | - |
| At 31 December 2023 | - | - | - |

10 Tangible fixed assets

| | Freehold land and buildings | Fixtures and fittings | Computers | Motor vehicles | Total |
|------------------------------------|-----------------------------|-----------------------|-----------|----------------|-----------|
| | € | € | € | € | € |
| Cost | | | | | |
| At 1 January 2024 | 6,000,000 | 3,319,466 | 72,644 | 119,558 | 9,511,668 |
| Additions | - | 305,210 | 2,610 | - | 307,820 |
| At 31 December 2024 | 6,000,000 | 3,624,676 | 75,254 | 119,558 | 9,819,488 |
| Depreciation and impairment | | | | | |
| At 1 January 2024 | 101,939 | 2,465,519 | 46,833 | 95,891 | 2,710,182 |
| Depreciation charged in the year | 101,934 | 247,230 | 8,496 | 5,000 | 362,660 |
| At 31 December 2024 | 203,873 | 2,712,749 | 55,329 | 100,891 | 3,072,842 |
| Carrying amount | | | | | |
| At 31 December 2024 | 5,796,127 | 911,927 | 19,925 | 18,667 | 6,746,646 |
| At 31 December 2023 | 5,898,061 | 853,947 | 25,811 | 23,667 | 6,801,486 |

11 Intangible fixed assets

At 31 December 2024, intangible fixed assets have been amortised in full and have a €Nil value (2023: €Nil).

12 Financial instruments

| | 2024 | 2023 |
|---|------------|------------|
| | € | € |
| Carrying amount of financial assets | | |
| Debt instruments measured at amortised cost | 4,499,562 | 3,867,886 |
| Carrying amount of financial liabilities | | |
| Measured at amortised cost | 15,915,822 | 16,051,244 |

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

| 13 Stocks | 2024 € | 2023 € |
|--|------------------|------------------|
| Raw materials and consumables | 981,601 | 1,449,037 |
| Finished goods and goods for resale | 300,136 | 226,888 |
| | <u>1,281,737</u> | <u>1,675,925</u> |
| | | |
| 14 Debtors | 2024 € | 2023 € |
| Amounts falling due within one year: | | |
| Trade debtors | 2,398,679 | 1,922,816 |
| Other debtors | 2,100,883 | 1,945,070 |
| Prepayments | 130,100 | 205,851 |
| | <u>4,629,662</u> | <u>4,073,737</u> |
| | | |
| Amounts falling due after more than one year: | 2024 € | 2023 € |
| Deferred tax asset (note 19) | 666,800 | 666,800 |
| | <u>666,800</u> | <u>666,800</u> |
| | | |
| Total debtors | <u>5,296,462</u> | <u>4,740,537</u> |
| | | |
| 15 Creditors: amounts falling due within one year | 2024 € | 2023 € |
| Trade creditors | 1,647,684 | 1,810,946 |
| Corporation tax | 22,442 | - |
| VAT | 36,431 | 26,592 |
| PAYE and social security | 78,658 | 86,805 |
| Other creditors | 3,143,830 | 2,886,466 |
| Accruals | 238,330 | 397,408 |
| | <u>5,167,375</u> | <u>5,208,217</u> |

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

| 16 | Creditors: amounts falling due after more than one year | | 2024 | 2023 |
|----|---|-------|-------------------|-------------------|
| | | Notes | € | € |
| | Amounts owed to credit institutions | 17 | 3,463,214 | 3,460,000 |
| | Other borrowings | 17 | 3,263,487 | 3,263,487 |
| | Other creditors | | 4,159,277 | 4,232,937 |
| | | | <u>10,885,978</u> | <u>10,956,424</u> |
| | | | | |
| 17 | Loans and overdrafts | | 2024 | 2023 |
| | | | € | € |
| | Bank loans | | 3,463,214 | 3,460,000 |
| | Preference shares | | 3,263,487 | 3,263,487 |
| | | | <u>6,726,701</u> | <u>6,723,487</u> |
| | | | | |
| | Payable after one year | | <u>6,726,701</u> | <u>6,723,487</u> |

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

17 Loans and overdrafts

(Continued)

The following charges are held:

- Starkane Limited: Legal Charge (the Deed) dated 22 December 2017 - For good and valuable consideration, pursuant to the Deed, the Mortgagor as continuing security for the payment and discharge of the Mortgagor's Obligations, for the property known as Unit 3 South City Business Park, Tallaght, Dublin 24 being the entire of the property comprise of in Folio 114837L Co. Dublin.
- Starkane Limited: Debenture (the Deed) dated 22 December 2017 - Pursuant to the Deed, the Owner, as a continuing security for the payment on demand of the Owner's Obligations and as legal and beneficial owner or the person entitled to be registered as owner thereby created charges and assignments of all of its assets and undertaking in favour of the Lender.
- Starkane Limited: Deed of Assignment of Keyman Policy (the Deed) dated 22 December 2017, hereto policy number reference 36412856 maintained with Aviva in respect of life assured Bernard Broderick.
- Fiduciam Nominees Limited holds a mortgage debenture over the land and premises of company.
- Starkane Limited: Deed of Assignment of Keyman Policy (the Deed) dated 22 December 2017, hereto policy number reference 74016894 maintained with Royal London Mutual Insurance Society Limited in respect of life assured Barry Broderick.
- Starkane Limited: Deed of Assignment of Keyman Policy (the Deed) dated 22 December 2017, hereto policy number reference 77018852 maintained with Royal London Mutual Insurance Society Limited in respect of life assured Anthony Proudfoot.
- Starkane Limited: Specific Charge (the Deed) dated 22 December 2017 - For the company as beneficial owner thereby charged in favour of the Lender the mortgaged property, for the property known as Unit 3 South City Business Park, Tallaght, Dublin 24 being the entire of the property comprise of in Folio 114837L Co. Dublin.
- Starkane Limited: Debenture dated 07 March 2019 - Pursuant to a debenture, the Chargor for good valuable consideration and as continuing security for the payment, discharge and performance of the secured obligations and as legal and beneficial owner all its present and future property and undertaking and assets.
- Starkane Limited: Legal Charge dated 28 July 2023, for the property known as Unit 3 South City Business Park, Tallaght, Dublin 24 being the entire of the property comprise of in Folio 114837L Co. Dublin.

18 Provisions for liabilities

| | 2024 | 2023 |
|---|-----------|---------|
| | € | € |
| Specific provisions and provisions for preference share dividends | 1,030,409 | 793,501 |

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

18 Provisions for liabilities

(Continued)

Movements on provisions:

| | Specific provisions and provisions for preference share dividends € |
|-----------------------------------|--|
| At 1 January 2024 | 793,501 |
| Additional provisions in the year | 236,908 |
| At 31 December 2024 | <u>1,030,409</u> |

19 Deferred taxation

The following are the major deferred tax liabilities and assets recognised by the company and movements thereon:

| | Liabilities 2024 € | Liabilities 2023 € | Assets 2024 € | Assets 2023 € |
|------------------|--------------------------|--------------------------|---------------------|---------------------|
| Balances: | | | | |
| Tax losses | - | - | 666,800 | 666,800 |
| Revaluations | 292,426 | 292,426 | - | - |
| | <u>292,426</u> | <u>292,426</u> | <u>666,800</u> | <u>666,800</u> |

There were no deferred tax movements in the year.

20 Share capital

| | 2024 Number | 2023 Number | 2024 € | 2023 € |
|-------------------------------------|------------------|------------------|------------------|------------------|
| Ordinary share capital | | | | |
| Authorised equity | | | | |
| Issued and fully paid | | | | |
| Ordinary A Shares of €1.269738 each | 135,900 | 135,900 | 172,557 | 172,557 |
| Ordinary B Shares of €1 each | 1,162,250 | 1,162,250 | 1,162,250 | 1,162,250 |
| | <u>1,298,150</u> | <u>1,298,150</u> | <u>1,334,807</u> | <u>1,334,807</u> |

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

20 Share capital (Continued)

| | 2024 | 2023 | 2024 | 2023 |
|---|------------------|------------------|------------------|------------------|
| | Number | Number | € | € |
| Preference share capital | | | | |
| Authorised | | | | |
| Issued and fully paid equity | | | | |
| 3% Cumulative Redeemable Preference Shares of €1.269738 each | 50,000 | 50,000 | 63,487 | 63,487 |
| 3% Cumulative Redeemable Convertible A Preference Shares of €1 each | 600,000 | 600,000 | 600,000 | 600,000 |
| 4% Cumulative Convertible Redeemable Preference Shares of €1 each | 3,200,000 | 3,200,000 | 3,200,000 | 3,200,000 |
| | <u>3,850,000</u> | <u>3,850,000</u> | <u>3,863,487</u> | <u>3,863,487</u> |
| Preference shares classified as equity | | | 600,000 | 600,000 |
| Preference shares classified as liabilities | | | <u>3,263,487</u> | <u>3,263,487</u> |
| | | | <u>3,863,487</u> | <u>3,863,487</u> |
| Total equity share capital | | | <u>1,934,807</u> | <u>1,934,807</u> |

21 Capital commitments

The company had no material capital commitments at the year ended 31 December 2024.

22 Contingent liabilities

The company had no material contingent liabilities at the year ended 31 December 2024.

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

23 Related party transactions

Remuneration of key management personnel

Key management includes the board of directors (executive and non-executive), members of the company management team and the company secretary. The compensation paid or payable to key management for employee services is shown below:

| | 2024 | 2023 |
|------------------------|--------|--------|
| | € | € |
| Aggregate compensation | 86,892 | 88,480 |

Transactions with related parties

The company has taken advantage of the exemption available under section 33.1A of FRS 102 not to disclose transactions entered into between two or more wholly owned members of a group. Balances between all group companies are disclosed in the notes to the financial statements.

| | 2024 | 2023 |
|--|-----------|-----------|
| | € | € |
| Amounts due to related parties | | |
| Entities with control, joint control or significant influence over the company | 3,550,000 | 3,550,000 |

The following amounts were outstanding at the reporting end date:

| | 2024 | 2023 |
|--|-----------|-----------|
| | € | € |
| Amounts due from related parties | | |
| Entities with control, joint control or significant influence over the company | 1,832,717 | 1,668,018 |
| Other related parties | 247,500 | 247,750 |

24 Ultimate controlling party

Starkane Limited is the immediate parent company holding 75% of the shares in Ina's Kitchen Desserts Limited.

Barry Broderick and Bernard Broderick have ultimate control of the company.

INA'S KITCHEN DESSERTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

| | | | | |
|-----------|--|--------------------|-------------------|--------------------|
| 25 | Cash generated from/(absorbed by) operations | 2024 | | 2023 |
| | | € | | € |
| | (Loss)/profit for the year after tax | (36,408) | | 1,335,704 |
| | Adjustments for: | | | |
| | Taxation charged/(credited) | 22,442 | | (96,808) |
| | Finance costs | 614,296 | | (287,065) |
| | Depreciation and impairment of tangible fixed assets | 362,660 | | 346,214 |
| | Increase in provisions | 236,908 | | 31,494 |
| | Movements in working capital: | | | |
| | Decrease/(increase) in stocks | 394,188 | | (260,873) |
| | Increase in debtors | (555,925) | | (1,807,172) |
| | Decrease in creditors | (136,944) | | (730,227) |
| | Cash generated from/(absorbed by) operations | <u>901,217</u> | | <u>(1,468,733)</u> |
| | | | | |
| 26 | Analysis of changes in net debt | 1 January | Cash flows | 31 December |
| | | 2024 | | 2024 |
| | | € | € | € |
| | Cash at bank and in hand | 267,775 | (17,685) | 250,090 |
| | Borrowings excluding overdrafts | (6,723,487) | (3,214) | (6,726,701) |
| | | <u>(6,455,712)</u> | <u>(20,899)</u> | <u>(6,476,611)</u> |
| | | | | |
| 27 | Approval of financial statements | | | |

The directors approved the financial statements on 4 February 2026.