

QUARTERLY REPORT

For the quarterly period ending December 31, 2023

BINA ORMASEL, S.A.P.I. DE CV

Jalisco

State of incorporation

BOR-141001-QM8

Federal Tax Registration

Tecnológico 309, Olga Margarita, C.P. 34270, Durango, Durango

Main Office Address

2024-1
QUARTERLY REPORT

Number of common shares outstanding as of October 15, 2024:

Series A:	500
Series C:	3,753
Total:	4,253

Part I. Financial Information
Element I. Financial Statements
BINA ORMASEL, SAPI de CV
Consolidated Balance Sheet
(in mexican pesos)

	December 31, 2023	September 30, 2022
ASSETS		
Cash and equivalents – Note 3	2,663	3,073
Investments in shares – Note 4	312,261	356,351
Taxes receivable	1,532	1,359
Total Assets	316,457	360,782
LIABILITIES AND EQUITY		
Taxes payable	6,124	6,119
Total liabilities	6,124	6,119
Shareholders' Equity:	(6,341)	(6,341)
Share premium	442,125	442,125
Retained earnings	44,179	45,293
Other comprehensive income	(169,630)	(126,413)
Shareholders' Equity	310,333	354,663
Book Value per Share	73	83

BINA ORMASEL, SAPI de CV
Consolidated Income Statement
(in mexican pesos)

	3 months	
	Oct 1, 2023 to Dec 31, 2023	Oct 1 2022 to Dec 31, 2022
Operating Expenses		
Financial expenses	(1,155)	(812)
Financial products	-	77
Earnings Before Taxes and Gains from Sale of Capital Assets	(1,155)	(735)
Gains from Sale of Capital Assets	46	-
Earnings Before Taxes	(1,109)	(735)
Taxes on Earnings	(9)	(27)
Net Income (Loss) for the Year	(1,113)	(761)
Change in Revaluation of Shares	(43,276)	12,055
Comprehensive Income of the Year	(44,389)	11,293
Shares outstanding	4,253	4,253

BINA ORMASEL, SAPI de CV
Consolidated Cash Flow Statement
(in mexican pesos)

	3 months	
	Oct 1, 2023 to Dec 31, 2023	Oct 1 2022 to Dec 31, 2022
Cash from Operating Activities:		
Net Income (Loss) for the Year	(1,113)	(761)
Taxes Payable	5	27
Taxes Receivable	(173)	(129)
Gains from Sale of Capital Assets	(46)	-
Interest Receivable	-	77
Taxes Paid	-	-
Net Cash Flows from Operating Activities	(1,328)	(786)
Cash from Investing Activities:		
Purchase of Investments in Stocks	(2,546)	(61,088)
Sale of Investments in Stocks	3,406	-
Dividends Received	59	54
Net Cash Flows from Investing Activities	919	(61,034)
Cash from Financing Activities:		
Stock Subscriptions	-	47,360
Cash Flow from Financing Activities	-	47,360
Net Change in Cash for the Period	(410)	(14,461)
Cash and Cash Equivalents at the Beginning of the Period	3,073	14,763
Cash and Cash Equivalents at the End of the Period	2,663	303

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
As of December 31, 2023

Note 1. General

The unaudited consolidated financial statements presented in this document include the accounts of Bina Ormasel, SAPI de CV (“Bina” or “Company”) where Bina has a controlling financial interest as of the date of the financial statement. In these notes, the terms “we,” “our,” and “us” refer to Bina and its consolidated subsidiaries.

Note 2. Accounting procedures

We are currently evaluating the effects of adopting the accounting standards of International Financial Reporting Standards (IFRS) for our Consolidated Financial Statements.

Note 3. Immediately Available Fixed Income Instruments

Investments in fixed-income instruments are shown in our Consolidated Balance Sheet in pesos:

	December 31, 2023
Cash	1,764.47
Immediately available fixed income instruments	898.51

Bina's liquid resources are automatically invested in an instrument where the majority is invested in demand deposits. A portion of the portfolio is invested in AAA-rated debt from high-quality corporate, bank, and government sources.

Note 4. Investments in shares

The capital stock investments as of December 31, 2023, are summarized below, based on the main industry of the business.

	Cost	Unrealized Gains	Unrealized Losses	Market Value
Banks, Insurance, and Finance	4,212	3		4,215
Commercial, Industrial, and Others**	28,817	-	(21,082)	7,737
Consumer Products	451,938	-	(151,629)	300,309
Total	484,967	3	(172,709)	312,261

**** Note:** This includes a leftover from the "pilot" operation, which consists of 9,000 shares of the previous company ICA acquired at a cost of \$15,316.96, as well as 300 shares of the company Convertidora Industrial acquired at a cost of \$1,507.00.

It is important to mention that Bina believes it has no unrealized losses that are not temporary because of: (a) our ability and intention to hold the shares we bought until they recover, (b) our assessment that the underlying businesses and financial conditions of our investment targets support our decisions, (c) our opinion that the price declines are not significant, and (d) our belief that market prices will increase and exceed our costs.

Our business acquisition strategy is to participate in a business at sensible prices, with consistent purchasing power, good returns on invested capital, and strong management.

Note 5. Common Shares

The changes in the number of issued shares, treasury shares, and shares outstanding during the first 3 months of 2024 are shown below:

	Series A, \$100 Par Value (500 authorized shares)			Series C, \$100 Par Value (2,000,000 authorized shares)		
	Issued	Treasury	Outstanding	Issued	Treasury	Outstanding
Balance as of September 30, 2023	500	-	500	2,000,000	1,996,247	3,753
Shares sent to treasury	-	-	-	-	-	-
Shares issued	-	-	-	-	-	-
Balance as of December 31, 2023	500	-	500	2,000,000	1,996,247	3,753

Each Series A common share has one vote per share. Series C shares have dividend and distribution rights equivalent to 1:1 of Series A shares. Series C common shares do not have voting rights in the company's management decisions.

Note 6. Contingencies and Commitments

Currently, there are no situations that affect the normal operations of Bina Ormasel.