

OCEAN SIX FUTURE PATHS LTD.

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

AS OF MARCH 31, 2024

U.S. DOLLARS IN THOUSANDS

UNAUDITED

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OCEANSIX FUTURE PATHS LTD.

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

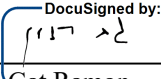
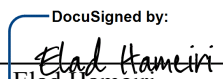

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim condensed financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor, Kost Forer Gabbay & Kasierer (a member of Ernst & Young Global), has not performed a review of these financial statements in accordance with standards established by the Chartered Professional Accountants of Canada for a review of interim condensed financial statements by an entity's auditor.

May 28, 2024

OCEAN SIX FUTURE PATHS LTD.**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

	March 31,		December 31,
	2024	2023	2023
	U.S. dollars in thousands		
ASSETS			
CURRENT ASSETS:			
Cash and cash equivalents	482	83	379
Trade receivables	575	533	454
Other accounts receivable	541	431	698
Inventories	146	97	283
	<u>1,744</u>	<u>1,144</u>	<u>1,814</u>
NON-CURRENT ASSETS:			
Right-of-use assets	787	918	831
Finance lease receivables - related party	130	-	200
Property, plant and equipment, net	629	1,005	648
Intangible assets	401	1,356	444
Goodwill	1,590	3,024	1,628
Other accounts receivable	17	22	17
	<u>3,554</u>	<u>6,325</u>	<u>3,768</u>
	<u>5,298</u>	<u>7,469</u>	<u>5,582</u>
LIABILITIES AND EQUITY			
CURRENT LIABILITIES:			
Credit from banks	282	102	262
Current maturities of lease liabilities	75	109	102
Current maturities of loans from others	156	-	100
Trade payables	783	569	747
Other payables	1,289	1,135	1,520
	<u>2,585</u>	<u>1,915</u>	<u>2,731</u>
NON-CURRENT LIABILITIES:			
Lease liabilities	712	818	730
Deferred tax liabilities	66	136	107
Loans from others	9	140	88
Other liabilities	28	24	26
Shareholders and affiliated companies	943	735	567
Convertible debt to related party	1,627	-	1,230
Warrants	9	170	9
	<u>3,394</u>	<u>2,023</u>	<u>2,757</u>
EQUITY (DEFICIT):			
Share capital and share premium	51,093	50,861	50,861
Warrants	453	453	453
Foreign currency translation reserve	19	29	16
Reserve from share-based payment transactions	1,662	1,863	1,894
Reserve from transaction with controlling shareholders	498	-	460
Accumulated deficit	(54,406)	(46,675)	(53,590)
	<u>(681)</u>	<u>3,531</u>	<u>94</u>
	<u>5,298</u>	<u>7,469</u>	<u>5,582</u>
May 28, 2024			
Date of approval of the financial statements	Gal Razon Chairman of the Board	Elad Hameiri Chief Executive Officer	Salvador Cabanas Chief Financial Officer

The accompanying notes are an integral part of the interim financial statements.

OCEAN SIX FUTURE PATHS LTD.**CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS**

	Three months ended		Year ended
	March 31,		December 31,
	2024	2023	2023
	U.S. dollars in thousands (except loss per share)		
Revenues from sales	890	375	2,454
Cost of sales	740	288	2,124
Gross profit	150	87	330
Development expenses	28	133	35
Selling and marketing expenses	69	138	305
General and administrative expenses	438	454	2,256
Other expenses (income), net	28	(95)	2,246
Operating loss	(413)	(543)	(4,512)
Finance income	6	53	259
Finance expenses	(460)	-	(300)
Loss before taxes	(867)	(490)	(4,553)
Tax benefit	51	2	190
Loss from continuing operations	(816)	(488)	(4,363)
Loss from discontinued operations, net	-	(250)	(290)
Loss	(816)	(738)	(4,653)
Other comprehensive income (loss):			
<u>Amounts that will not be reclassified subsequently to profit or loss:</u>			
Adjustments arising from translating financial statements from functional currency to presentation currency	3	(104)	(195)
<u>Amounts that will be reclassified subsequently to profit or loss when specific conditions are met:</u>			
Adjustments arising from translating financial statements of foreign operations	-	148	226
Total comprehensive loss	(813)	(694)	(4,622)

The accompanying notes are an integral part of the interim financial statements.

OCEAN SIX FUTURE PATHS LTD.**CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS**

	Three months ended		Year ended
	2024	2023	2023
	U.S. dollars in thousands		
	(except loss per share)		
Loss per share:			
Basic Loss:			
Loss from continuing operations	(0.005)	(0.003)	(0.029)
Loss from discontinued operations	-	(0.002)	(0.002)
Loss	<u>(0.005)</u>	<u>(0.005)</u>	<u>(0.031)</u>
Diluted Loss:			
Loss from continuing operations	(0.005)	(0.003)	(0.029)
Loss from discontinued operations	-	(0.002)	(0.002)
Loss	<u>(0.005)</u>	<u>(0.005)</u>	<u>(0.031)</u>

The accompanying notes are an integral part of the interim financial statements.

OCEAN SIX FUTURE PATHS LTD.**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	<u>Share capital and share premium</u>	<u>Warrants</u>	<u>Reserve from share-based payment transactions</u>	<u>Foreign currency translation reserve</u>	<u>Reserve from transaction with controlling shareholders</u>	<u>Accumulated deficit</u>	<u>Total equity</u>
	U.S. dollars in thousands						
Balance at January 1, 2024	50,861	453	1,894	16	460	(53,590)	94
Loss	-	-	-	-	-	(816)	(816)
Total other comprehensive income	-	-	-	3	-	-	3
Total comprehensive loss	-	-	-	3	-	(816)	(813)
Cost of share-based payment	-	-	-	-	-	-	-
Exercise of options to share	232	-	(232)	-	-	-	-
Transaction with controlling shareholders	-	-	-	-	38	-	38
Balance at March 31, 2024	<u>51,093</u>	<u>453</u>	<u>1,662</u>	<u>19</u>	<u>498</u>	<u>(54,406)</u>	<u>(681)</u>
	<u>Share capital and share premium</u>	<u>Warrants</u>	<u>Reserve from share-based payment transactions</u>	<u>Foreign currency translation reserve</u>	<u>Reserve from transaction with controlling shareholders</u>	<u>Accumulated deficit</u>	<u>Total equity</u>
	U.S. dollars in thousands						
Balance at January 1, 2023	50,861	453	1,828	(15)	-	(48,937)	4,190
Loss	-	-	-	-	-	(738)	(738)
Total other comprehensive income	-	-	-	44	-	-	44
Total comprehensive loss	-	-	-	44	-	(738)	(694)
Cost of share-based payment	-	-	35	-	-	-	35
Balance at March 31, 2023	<u>50,861</u>	<u>453</u>	<u>1,863</u>	<u>29</u>	<u>-</u>	<u>(49,675)</u>	<u>3,531</u>

The accompanying notes are an integral part of the interim financial statements.

OCEAN SIX FUTURE PATHS LTD.**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	<u>Share capital and share premium</u>	<u>Warrants</u>	<u>Reserve from share-based payment transactions</u>	<u>Foreign currency translation reserve</u>	<u>Reserve from transaction with controlling shareholders</u>	<u>Accumulated deficit</u>	<u>Total equity</u>
	<u>U.S. dollars in thousands</u>						
Balance at December 31, 2022	50,861	453	1,828	(15)	-	(48,937)	4,190
Loss	-	-	-	-	-	(4,653)	(4,653)
Total other comprehensive income	-	-	-	31	-	-	31
Total comprehensive loss	-	-	-	31	-	(4,653)	(4,622)
Cost of share-based payment	-	-	66	-	-	-	66
Transaction with controlling shareholders	-	-	-	-	460	-	460
Balance at December 31, 2023	<u>50,861</u>	<u>453</u>	<u>1,894</u>	<u>16</u>	<u>460</u>	<u>(53,590)</u>	<u>94</u>

OCEAN SIX FUTURE PATHS LTD.**CONSOLIDATED STATEMENTS OF CASH FLOWS**

	Three months ended		Year ended
	March 31,		December
	2024	2023	2023
	U.S. dollars in thousands		
<u>Cash flows from operating activities:</u>			
Loss	(816)	(738)	(4,653)
Adjustments to reconcile loss to net cash used in operating activities:			
Adjustments to the profit or loss items:			
Depreciation	62	55	259
Gain from sales of property, plant and equipment	-	-	(18)
Gain from finance lease	-	-	(178)
Impairment loss of goodwill and other intangible assets	-	-	2,373
Depreciation of right-of-use assets	25	-	104
Gain on revaluation of Warrants	-	(51)	(220)
Loss on revaluation of Convertible debt to related party	419	-	108
Finance expenses	38	1	173
Tax benefit	(51)	(2)	(190)
Cost of share-based payment	-	35	66
	<u>493</u>	<u>38</u>	<u>2,477</u>
Changes in asset and liability items:			
Decrease (Increase) in trade receivables	(132)	127	251
Decrease (Increase) in other accounts receivable	147	(9)	5
Decrease (increase) in inventories	131	49	(131)
Decrease in trade payables	56	(152)	(55)
Increase in other payables	(187)	52	382
Decrease in other long-term receivables	-	-	21
	<u>15</u>	<u>67</u>	<u>473</u>
Cash paid during the period for:			
Interest paid	(15)	-	(40)
Net cash used in operating activities	<u>(323)</u>	<u>(633)</u>	<u>(1,743)</u>

The accompanying notes are an integral part of the interim financial statements.

OCEAN SIX FUTURE PATHS LTD.**CONSOLIDATED STATEMENTS OF CASH FLOWS**

	Three months ended		Year ended
	March 31,		December
	2024	2023	2023
	U.S. dollars in thousands		
<u>Cash flows from investing activities:</u>			
Purchase of property, plant and equipment	(24)	-	(78)
Receipt from Finance lease	62	-	70
Investment of intangible assets	-	-	(137)
Proceeds from sale of property, plant and equipment	-	218	207
Investment in deposits	-	-	(17)
Net cash provided by investing activities	<u>38</u>	<u>218</u>	<u>45</u>
<u>Cash flows from financing activities:</u>			
Credit from banks, net	28	(78)	78
Repayment of lease liabilities	(26)	(47)	(100)
Receipt (repayment) of loan from other	(17)	-	45
Receipt of loans from related parties	<u>411</u>	<u>110</u>	<u>1,550</u>
Net cash provided by (used in) financing activities	<u>395</u>	<u>(15)</u>	<u>1,573</u>
Exchange rate differences on balances of cash and cash equivalents	<u>(7)</u>	<u>25</u>	<u>16</u>
Increase (decrease) in cash and cash equivalents	103	(405)	(109)
Cash and cash equivalents at the beginning of the period	<u>379</u>	<u>488</u>	<u>488</u>
Cash and cash equivalents at the end of the period	<u><u>482</u></u>	<u><u>83</u></u>	<u><u>379</u></u>
<u>Non-cash transactions:</u>			
Finance lease receivables - related party	<u>-</u>	<u>-</u>	<u>513</u>

The accompanying notes are an integral part of the interim financial statements.

OCEANSIX FUTURE PATHS LTD.
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1:- GENERAL

- a. **Oceansix future paths Ltd.** (formerly: K.B. Recycling Industries Ltd.) (the "Company") was incorporated under the laws of Israel as a private company. The Company's principal place of business is AV. LA Albufera, 7 – 46460 Silla, Valencia, Spain. The Company began its operations in April 2008 and operated in the plastic recycling market. In April 2021, the Company completed an initial public offering and commenced trading on the TSX Venture Exchange.

Until November 2022, the Company utilized its 'waste to product process' to recycle post consumed household waste plastic bags and sheets combined with post consumed agricultural plastic sheets and manufactures polyurethane sheets and geomembranes utilized mainly by the building and infrastructure industry. The Company's manufacturing process was developed over the course of a number of years. The Company's process involved the processing of the waste and its direct conversion of the waste into a finished product. In June 2022, following the acquisition of two new subsidiaries, the Company's operations expanded into three dimensional recycled and non-recycled plastic industrial products through its Spanish subsidiary Plasticos Flome S.L and research and development activity of innovative and technologically advanced plastic products through its German subsidiary oceansix GMBH (see b and c below). In January 2024, the Company opened a new subsidiary in Spain, oceansix S.L. to centralize its R&D activities in Spain and to apply for local grants and tax benefits in local government and Europe.

Following the Company's board of directors' decision, in November 2022, the Company ceased its production activities in Israel. In January 2023, the Company's Israeli production site was permanently closed. At this time, the Company ceased its activity with respect to the manufacturing and sales of recycled boards and sheets and its 'waste-to-product' process as it focuses on other core activities and working towards other production solutions in Europe or another location. Other production solutions may include utilizing sub-contractors, making use of third-party facilities and/or finding other suppliers.

As the operations in Israel represented a separate geographical area, those operations have been classified as discontinued operations and the results of those operations are presented as a single line item in profit or loss.

On November 7, 2022, the Company began trading on the Borse-Frankfurt Stock Exchange. In addition, in November 2022, the Company was approved for trading on the OTCQB.

On March 29, 2023, following a June 8, 2022 annual shareholders meeting resolution to effectuate a name change of the Company, the Israeli Registrar of Companies authorized the Company's new name of oceansix Future Paths Ltd. The TSXV approved the name change and ticker symbol change to OSIX on May 2, 2023, which became effective on May 4, 2023.

OCEANSIX FUTURE PATHS LTD.
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1:- GENERAL (Cont.)

b. Company's financial position

In the three months ended March 31, 2024, the Company incurred a loss totaling \$ 816 thousand and had negative cash flows from operating activities totaling \$ 323 thousand.

As described in Note 1.b to the Company's annual financial statements as of December 31, 2023, The Company believes that a failure to obtain sufficient funds on commercially acceptable terms when needed may have a material adverse effect on the Company's business, ability to operate and develop in conformity with its future plans and its financial condition. In light of the above, three of the Company's major shareholders undertook to provide the Company with a credit facility on the amount of up to EUR 2 million (\$ 2.13 million) as required over the 2 years commencing from September 2022 (the "September 2022 Facility") with each shareholder providing an equal share of any requested amounts.

In addition, in April 2023, two of the Company's major shareholders undertook to provide the Company with an additional credit facility in the amount of up to EUR 500 thousand (\$533 thousand) as required over the 18 month period commencing on May 1, 2023 with each shareholder providing an equal share of any requested amounts (the "May 2023 Facility"). In the event the Company has a successful capital raise, the facilities provided in the undertakings will be reduced by the amounts raised in such capital raise with the September 2022 Facility being reduced first and any amounts in excess of the September 2022 Facility will reduce the May 2023 Facility.

In April 2024, the Company's major shareholders agreed to extend the periods of the September 2022 Facility and the May 2023 Facility to December 31, 2025. RAM.ON agreed to extend its commitment not to demand the repayment of the Company's debt to RAM.ON in an amount of EUR 550 thousand until December 31, 2025. RAM.ON also agreed not to demand the repayment of the Company's liability in an amount of EUR 321 thousand as of December 31, 2023 according to the Service Agreement between RAM.ON and oceansix prior to the earlier of (i), December 31, 2025, or (ii) the consummation of a successful capital raise of at least US\$ 2 million.

In addition, RAM.ON agreed to provide the Company with an additional credit facility in the aggregate maximum amount of EUR 2 million commencing on May 1, 2024 (the "May 2024 Facility") as required by the Company over the next 18th months following May 1, 2024. The May 2024 Facility will bear interest based on the annual interest rate equal to the minimum interest rate required under Israeli Tax Ordinance, which at this time amounts to 5.18%. In the event the Company has a successful capital raise, the Facility will be reduced by the amount raised in such capital raise that exceeds the amount not yet provided to the Company by the Shareholders under the September 2022 Facility and the May 2023 Facility.

Based on the cash available to the Company as of the date of the approval of the consolidated financial statements and the credit facility from the Company's shareholders, the Company's management and Board of Directors estimate that the Company will have sufficient funds to continue its operations and meet its financial obligations at least for 12 months from the date of these consolidated Financial statements.

OCEANSIX FUTURE PATHS LTD.
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1:- GENERAL (Cont.)

c. These financial statements have been prepared in a condensed format as of March 31, 2024 and for the three months then ended (the "interim consolidated financial statements"). These financial statements should be read in conjunction with the Company's annual consolidated financial statements as of December 31, 2023 and for the year then ended and accompanying notes (the "annual consolidated financial statements").

d. Functional currency and presentation currency

The functional currency is the currency of the primary economic environment in which the entity operates. As of December 31 2023, the functional currency of the financial statements was NIS. On January 1 2024, the Company has changed its functional currency to Euro since most of its financing activities are in Euro.

The consolidated financial statements are presented in USD, the presentation currency, since the Company believes that financial statements in USD provide more relevant information to the investors and users of the consolidated financial statements who are located outside of Israel.

OCEANSIX FUTURE PATHS LTD.
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

NOTE 2:- ACCOUNTING POLICIES

a. Basis of preparation of the interim financial statements

The interim consolidated financial statements have been prepared in accordance with IAS 34, "Interim Financial Reporting".

The significant accounting policies applied in the preparation of the interim financial statements are consistent with those followed in the preparation of the annual financial statements.

b. Initial adoption of amendments to existing financial reporting and accounting standards

IFRS 18, presentation and disclosure in financial statements

In April 2024, the International Accounting Standards Board (IASB) published International Financial Reporting Standard 18 (IFRS 18), Presentation and Disclosure in Financial Statements (hereinafter: "the new standard") which replaces International Accounting Standard 1 (IAS 1), Presentation of Financial Statements (Hereafter: "IAS 1").

The purpose of the new standard is to improve comparability and transparency in financial statements.

The new standard will include existing requirements of IAS 1 and new requirements for presentation in the profit or loss statement, including the presentation of amounts and subtotals that are required in accordance with the new standard, disclosure of management-defined performance measures and new requirements for the grouping and splitting of financial information .

The new standard does not change the provisions for the recognition and measurement of items in the financial statements. However, since items on the income statement will have to be classified into one of five categories (operating activity, investing activity, financing activity, income taxes and discontinued activity) it may change the entity's operating profit. Also, the publication of the new standard caused amendments to a limited extent to other accounting standards, among them IAS 7 statement of cash flows and IAS 34 financial reporting for interim periods.

The new standard will be applied retroactively starting with annual periods beginning on or after January 1, 2027. Early application possible while providing disclosure.

The company is examining the effect of the new standard, including the effect of amendments to additional accounting standards as a result of the new standard, on its consolidated interim financial statements.

OCEANSIX FUTURE PATHS LTD.
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

NOTE 3:- ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS

In November 2022, the Company's management committed to carry out a plan to cease its production activities in Israel and, in January 2023, the Company's Israeli production site was permanently closed. In February 2023 the Company completed the sale of its remaining assets.

a. Below are data of the operating results attributed to the discontinued operation:

	Three months ended		Year ended
	March 31,		December
	2024	2023	31,
	2023		
	U.S. dollars in thousands		
Revenues from sales	-	25	16
Cost of sales	-	194	193
Gross Loss	-	(169)	(177)
Development expenses (net of Government grants)	-	-	-
Selling, general and administrative expenses and other expenses, net	-	81	113
Operating income (loss)	-	(250)	(290)
Loss from discontinued operation, net	-	(250)	(290)

b. Below are data of the net cash flows provided by (used in) the discontinued operation:

	Three months ended		Year ended
	March 31,		December
	2024	2023	31,
	2023		
	U.S. dollars in thousands		
Net cash provided by (used in) discontinued operating activities	-	(246)	200
Net cash provided by (used in) discontinued investing activities	-	218	207
Net cash used in discontinued financing activities	-	(47)	(56)
Total net cash provided by (used in) discontinued operations	-	(75)	351

OCEANSIX FUTURE PATHS LTD.
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

NOTE 4:- FINANCIAL INSTRUMENTS

a. Fair value:

The table below is a comparison between the carrying amount and fair value of the Company's financial instruments that are presented in the financial statements not at fair value (other than those whose amortized cost is a reasonable approximation of fair values):

Carrying amount			Fair value		
March 31, 2024	March 31, 2023	December 31 2023	March 31, 2024	March 31, 2023	December 31 2023
U.S. dollars in thousands					

Financial liabilities:

Liability for grants received from the IIA	36	37	38	36	37	38
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The carrying amount of cash and cash equivalents, trade receivables, other accounts receivable, trade payables and other payables approximate their fair value due to their short-term maturities.

b. Fair value hierarchy:

The table below is an analysis of financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical instruments
- Level 2: inputs other than quoted prices included within Level 1 that are observable, either directly or indirectly
- Level 3: inputs that are not based on observable market data (unobservable inputs)

March 31, 2024:

Level 1	Level 2	Level 3	Total
U.S. dollars in thousands			

Financial liabilities:

Convertible debt to related party (c)	-	-	1,627	1,627
Warrant (a)	-	-	9	9

March 31, 2023:

Level 1	Level 2	Level 3	Total
U.S. dollars in thousands			

Financial liabilities:

IPO and Post IPO Warrants (b)	156	-	-	156
Warrants (a)	-	-	14	14

OCEANSIX FUTURE PATHS LTD.
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

NOTE 4:- FINANCIAL INSTRUMENTS (Cont.)

December 31, 2023:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
	<u>U.S. dollars in thousands</u>			
Financial liabilities:				
Convertible debt to related party (c)	-	-	1,230	1,230
Warrant (a)	-	-	9	9

(a) Convertible Note and Warrant: (see also Note 15 to the annual financial statements):

In April 2021, due to the closing of the initial public offering of the Company's shares, the terms of a Warrant issued in 2020 were finalized to entitle the holder to purchase 5,638,629 Ordinary Shares at an exercise price of \$ 0.266 per share. The Warrant may be exercised, in whole or part, at any time for a period of five years from the closing.

The fair value of the Warrant has been measured using the Black & Scholes option pricing model. The key assumption used in the valuation is the expected volatility of the Company's equity.

As of March 31, 2024 and 2023, the fair value of the Warrant is \$ 9 thousand and \$ 14 thousand, respectively. As of December 31, 2023, the fair value of the Warrant is \$ 9 thousand.

(b) IPO and Post IPO Warrants:

The IPO and Post IPO Warrants were classified in the Company financial statements as a liability. As of March 31, 2023, the fair value of the IPO and Post IPO Warrants are \$ 157 thousand.

The fair value of the Warrants has been measured based on its quoted price on the TSXV.

On April 21, 2023, the IPO and Post IPO warrants reached the two-year expiry date without being exercised.

(c) Convertible debt to related party:

The Convertible debt to related party was measured at fair value based on Mont Carlo simulation. As of March 31, 2024, the fair value of the convertible debt is EUR 1,505 thousand (\$ 1,627 thousand).

The loss from change in fair value for the period in the amount of EUR 386 thousand (\$ 419 thousand) was included in finance expenses

OCEANSIX FUTURE PATHS LTD.
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

NOTE 5: - OPERATING SEGMENTS

a. General:

Commencing from July 2022 the Group operates in one principal business segment - advanced solutions based on recycled plastic products.

b. Additional information about revenues:

Revenues reported in the financial statements for a group of similar products or services:

	Three months ended March 31, 2024	Three months ended March 31, 2023	Year ended December 31, 2023
	Unaudited		Audited
	U.S. dollars in thousands		
Revenues from sales of automotive industry	713	204	513
Revenues from sales of winery industry	119	115	640
Other revenues	58	56	1,301
Total revenues	<u>890</u>	<u>375</u>	<u>2,454</u>

Geographical information:

The revenues reported in the consolidated financial statements from continuing operations were generated from customers in Europe.

OCEANSIX FUTURE PATHS LTD.
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

NOTE 6: - EVENTS DURING AND AFTER THE REPORTING PERIOD

- a. In January 2024, the Company opened a new subsidiary in Spain, oceansix S.L. to centralize its R&D activities in Spain and to apply to local grants and tax benefits in local governments in Europe.
- b. In January 2024, the former CEO, Mr. Ami Krupik exercised his Options pursuant the Grant Letter dated in February 2021. As a result, Mr. Kuprik was issued 1,315,800 ordinary shares of the Company.
- c. In March 2024, RAM.ON GmbH entered into an agreement with Tedeá, pursuant to which RAM.ON GmbH acquired an option to purchase from Tedeá 6,193,740 ordinary shares of the Company in exchange for the assumption of certain of Tedeá's funding obligations under the Shareholder Undertaking as already provided by RAM.ON. The agreement also allows for the number of option shares to be increased by an additional amount of up to 2,531,573 oceansix Shares in exchange for RAM.ON assuming additional funding obligations of Tedeá. The option Shares can be purchased from Tedeá at a price of CAD \$0.065 per share for a period of 24 months from the date of the agreement.
- d. In April 2024, The Company has engage into agreement with US-based corporate communications firm, RB Milestone Group LLC ("RBMG"). RBMG has been engaged in providing Oceansix with investor relations services, including corporate communications advisory, non-deal roadshow advisory, market intelligence advisory, and business referrals. RBMG has been retained for an initial term of 12 months, paid in cash. The agreement is subject to regulatory approval.
- e. On May 15, 2024, the Company entered into an asset purchase agreement pursuant to which the Company acquired, through oceansix S.L., the business of original Repack, the pioneer in reusable packaging systems by an Asset Purchase Agreement acquired the business of Original RePack OY, a Finish company specializing in reusable packaging solution.

The total consideration for the Acquisition, based on the Company's current share price, is valued by the parties at CDN \$2,642,401. Pursuant to the Agreement, oceansix acquired the business of RePack in exchange for: (i) issuing up to 24,948,840 ordinary shares of the Company to the shareholders of RePack; and (ii) a payment of USD \$ 108,000 (the equivalent of CDN \$ 147,517), based on the current exchange rates at closing. Pursuant to the closing of the RePack Asset Acquisition, 15,282,176 of the Company's ordinary shares were issued to the shareholders of RePack, with the balance to be issued to the shareholders of RePack in up to four subsequent installments, selected at the option of RePack with a mixture of cash and shares to equal the remaining balance of the total consideration outstanding.

The RePack Asset Acquisition is an arm's length transaction. All shares issued pursuant to the RePack Agreement will be restricted from trading for four months and one day after issuance. The RePack Agreement and RePack Asset Acquisition remain subject to the final approval of the TSX Venture Exchange. The price per share of the ordinary shares issued post-closing to shareholders of RePack will be subject to the Company's share price at their time of issuance and calculated in accordance with the rules of the Exchange.
