



OTHER RELEVANT INFORMATION

PLÁSTICOS COMPUESTOS, S.A.

April 28, 2023

Pursuant to the provisions of Article 17 of Regulation (EU) No. 596/2014 on market abuse and Article 227 of the consolidated text of Law 6/2023, of 17 March, on Securities Markets and Investment Services, and concordant provisions, as well as BME MTF Equity Circular 3/2020, Plásticos Compuestos, S.A. ("**Kompuestos**" or the "**Company**") hereby informs you of the following information:

- Report on organizational structure and internal control of Plásticos Compuestos, S.A.

In accordance with the provisions of BME MTF Equity Circular 3/2020, it is hereby expressly stated that the information provided herein has been prepared under the sole responsibility of the Company and its directors.

The above documentation is also available to the market on the Company's website (<https://www.kompuestos.com/>).

We remain at your disposal for any clarification you may require.

In Palau-Solità i Plegamans (Barcelona), on April 28, 2023.

Corporation Chimique International S.P.R.L.
P.p. Mr. Ignacio Duch Tuesta
Chairman of the Board of Directors

REPORT ON THE ORGANIZATIONAL STRUCTURE AND INTERNAL CONTROL SYSTEM OF THE COMPANY PLÁSTICOS COMPUESTOS, S.A.

The Board of Directors of Plásticos Compuestos, S.A. (hereinafter, the "**Company**"), at its meeting held on February 28, 2023, approved this report on the organizational structure and internal control system.

The Company has an organizational structure that allows it to comply with the reporting obligations, including an adequate system of internal control over financial reporting, all of which allows it to match:

- The relevant information published on the Company's website and the information sent to BME Growth.
- The information disclosed in the presentations with that communicated to BME Growth.
- The statements made by the Company's representatives to the media and the information communicated to BME Growth.

For these purposes, the purpose of this report is to describe the organizational structure and the internal control system that the Company has in place to ensure compliance with the reporting obligations established by the Alternative Stock Market (BME Growth) for entities whose shares are listed on the BME Growth, which is divided into the following sections:

- A. Section relating to the Company's organizational structure and internal control system.
- B. Section relating to the means available to comply with BME Growth's obligations.
- C. Section relating to the procedures established in relation to the information to be made public.

A. ORGANIZATIONAL STRUCTURE AND INTERNAL CONTROL SYSTEM OF THE COMPANY TO COMPLY WITH REPORTING REQUIREMENTS

The following is a description of the organizational structure and internal control system in place at the Company to comply with the reporting obligations established by BME Growth.

1. ORGANIZATIONAL STRUCTURE

The Company's principal activity is the design and manufacture of mineral fillers and masterbatches of color concentrates, additives and other compounds for the plastics processing industry, including components for the creation of environmentally sustainable plastics.

The Company's administrative body is attributed to a Board of Directors, whose main responsibility is the representation and administration of the Company, and whose functions are detailed in the Company's Bylaws, which are available to any interested party on the Company's website www.kompuestos.com.

The Board of Directors performs its duties with unity of purpose and independence of criteria, having as its sole purpose the interests of the Company, in the sense of guiding management to maximize the economic value of the Company (and its brands) in a sustained manner, in accordance with the duties of loyalty, diligence and avoiding situations of conflict. Therefore, the Board of Directors is responsible for the existence and maintenance of an adequate internal control.

The main functions of the Board of Directors include the following: (i) preparation, review and formulation of the annual accounts; (ii) design, supervision and maintenance of the internal control system and, in particular, of the controls related to financial information in order to prevent the appearance of possible irregularities in the preparation of the annual accounts; and (iii) assess and provide the appropriate response to possible conflicts of interest. The Board of Directors meets at least quarterly.

The Board of Directors is ultimately responsible for the existence and maintenance of an adequate internal control and that the financial information recorded is legitimate, truthful and adequately reflects the events and transactions carried out by the Company.

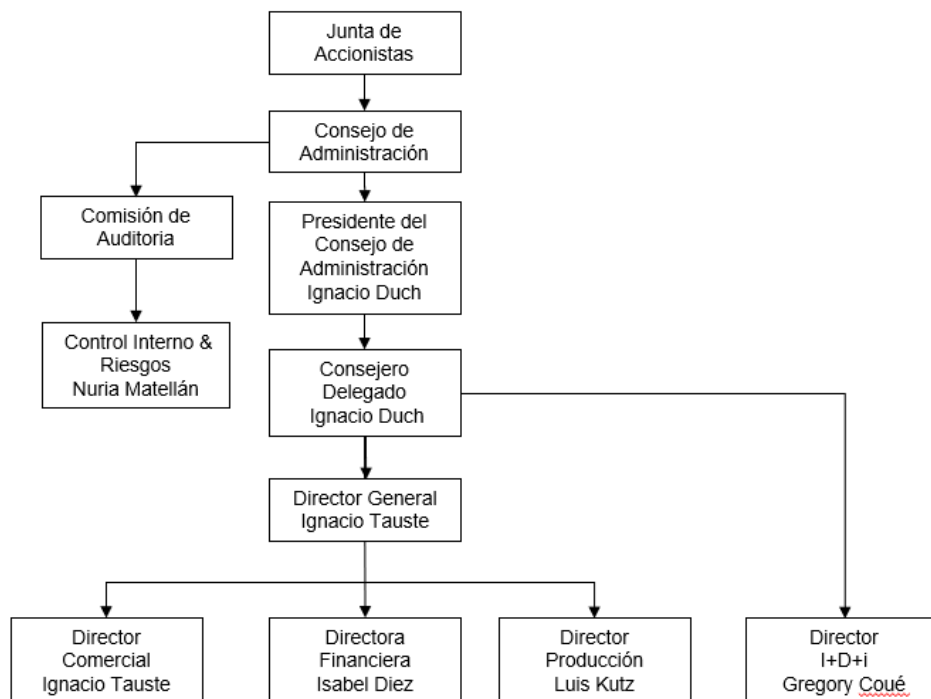
The composition of the Board of Directors as of the present date is as follows:

- Corporation Chimique Internacional S.P.R.L. (Chief Executive Officer and President).
- D. Albert de la Riva (Independent Director).
- D. Guillem Ferrer Sistach (Independent Director).
- Sandra Duch Balust (External Director).
- Clara Duch Tuesta (Executive Director)
- CCP Masterbatch, S.L. (Proprietary Director).
- Gant Finance S.A. (Proprietary director).
- Gestión y Administración Mobiliaria S.A. (Proprietary Director).
- Nuria Matellán (Executive Director)

Mr. Jose Luis Palao Iturzaeta is the non-director secretary and Ms. Naiara Bueno Aybar is the non-director vice-secretary of the Board of Directors.

The Board of Directors is accountable for its management before the General Shareholders' Meeting.

The Company is organized according to the following organization chart as of the present date:



As of this date, there are two members of the Board of Directors who are independent directors (Mr. Albert de la Riva and Mr. Guillem Ferrer Sistach).

Since the listing of the Company's shares on BME Growth, the Board of Directors has had an Audit Committee. The Audit Committee is composed of three members of the Board of Directors, two of whom are independent directors (Mr. Albert de la Riva and Mr. Guillermo Ferrer Sistach). The Audit Committee is attributed the functions established in the applicable regulations, and in particular, in accordance with the provisions of the Capital Companies Act.

The Audit Committee meets prior to the publication of the Company's mandatory financial information in order to obtain and analyze such information. At these meetings, the annual accounts, interim financial reports and any other information considered to be of interest to the Committee are reviewed. This review allows the Committee to know the process of preparation and consolidation of the financial information, to verify its compliance with the applicable accounting rules and principles and, therefore, to ensure the proper reflection in these statements of the net worth situation and its variation, the financial situation and the results of the Company and its consolidated group. During the last fiscal year, the Audit Committee has established meeting schedules and matters to be discussed with the Company's auditor.

2. INTERNAL CONTROL SYSTEM

All the members of the Board of Directors of the Company are aware of the requirements derived from the incorporation of the Company in BME Growth, both in terms of communications to the market and in terms of the actions, measures and processes to be implemented at all times and, in particular, those derived from the new applicable regulations. This information work is being carried out by the registered advisor in consultation, as necessary, with the Company's legal advisor.

In addition, the Company's financial management is responsible for preparing the Company's financial statements and for establishing and maintaining controls over the transactions and operations of the Company's business.

In addition, in order to ensure that the internal control system is adequate, the Company has the following measures:

- Skills, training and experience of personnel and external advisors:

The Company is aware of the importance of having a qualified work team to perform its functions adequately and with extensive experience in the sector in order to achieve optimum results in its functions.

In this regard, it should be noted that the profiles of the main people responsible for the supervision of financial information include the following skills: (a) university and postgraduate education; (b) relevant experience in the sector from different fields (valuation, investment analysis, accounting and financial, technical and promotional); (c) experience in financial management; and (d) experience in auditing and finance.

3. RISK ASSESSMENT

The Company is continuously exposed to a series of internal and external risks, understood as those factors that may have a negative impact on the Company's defined objectives and strategy. The Company has carried out a process of identification and evaluation of the most relevant risks that may affect the reliability of the information issued by the Company to the market. As a result of this process, the following risks are among the most relevant risks for the Company:

- General market risks: General and economic risks of the markets in which it acquires, produces or sells its products, including the volatility and cyclical nature of the global plastics market, the availability of raw materials and energy, competition and the high internationalization of the business.
- Operating risks: The development of new products, the risks associated with their marketing and manufacturing, the risk of interruption of operations due to quality or technical problems or unexpected regulatory changes, the risk of investments to be made in plant, machinery and equipment (including those related to their modernization and expansion), the loss of customers, the Company's negotiating position with major suppliers, customers and competitors, and the maintenance of management personnel and administrators.
- Regulatory and environmental risks: Possible regulatory changes in the manufacture and use of plastics, the timing and terms of implementation of new standards on plastics and their production, the handling of chemicals and other environmental safety regulations, the existence of undetected errors or defects in products, and obsolescence in the information, data protection and technological systems used.
- Financial risks: Risks derived from operating in international markets with a variety of currencies and regulations, dealing with financial difficulties derived from defaults or a decrease in customer orders, the availability of public subsidies in the future and the use of funds obtained through capital increases or debt.
- Risks related to the listing of the Company's shares on the Alternative Stock Market: The absence of guarantees regarding the volume and/or frequency of trading that the shares will reach and regarding their effective liquidity, the volatility of the price of the shares associated with the business, the liquidity of the market or the lack of publication of stock market analysis on the Company, or the publication of unfavorable analysis on the Company, and the lack of implementation, although not applicable to the Company because the Alternative Stock Market is not considered an official secondary market, of all the recommendations contained in the Code of Good Governance of listed companies approved by the National Securities Market Commission (Comisión Nacional del Mercado de Valores).

- Risks of judicial and extrajudicial claims: Risks associated with possible judicial or extrajudicial claims arising from the activity carried out by the Company.
- Risks derived from liability claims and insurance coverage: Risks derived from the possible insufficient protection that the Company may receive from the insurance policies it has taken out and from possible claims received at the economic and reputational level.
- Risks associated with possible conflicts of interest with related parties: Risks associated with the Company's transactions with related parties and that the interests of the Company's majority shareholders may conflict with the greater interests of the Company itself.

4. CONTROL ACTIVITIES

The Company understands control to be any activity carried out by the Board of Directors that supports the monitoring of the instructions given to mitigate risks that have a significant impact on the objectives or that may lead to fraud or errors in the financial information reported internally and to third parties.

The main internal control activities carried out in relation to financial information are described below.

- Establishment of strategies and objectives:
The Company has a medium-term strategic plan.
- Planning and budgeting:
Each year, before the end of the fiscal year, an annual budget is prepared for the following year. The budget is also monitored throughout the year, comparing the budget with the results obtained, identifying deviations with respect to the established objectives.
- Accounting:
Accounting is managed internally by means of a computerized accounting system of recognized prestige that allows individualized follow-up and monitoring, from a management, accounting and financial point of view, of all the flows generated by the Company's assets.
The preparation of the financial statements (whether interim or annual) is carried out directly by the Company's personnel and by the Company's external auditors, in order to ensure the highest standards of quality, with final supervision by the Company's Board of Directors.
- External audit:
The Board of Directors proposes to the General Shareholders' Meeting the appointment of the new auditor to perform the services of independent external auditor and to examine in detail the financial information. The new appointment is proposed for fiscal years 2023, 2024 and 2025. The auditor, once appointed by the General Shareholders' Meeting, will audit the Company's financial statements and issue an independent opinion on them. It will also perform a limited review of the interim financial statements.
The auditor shall be an auditor of recognized international prestige.

5. INFORMATION AND COMMUNICATION

The Company considers that information is a determining factor in the development of its internal control tasks. In order for such information to be relevant and have a positive influence on the rest of the organization's internal control system, it must be reliable and of high quality.

In order to provide the greatest transparency to its shareholders and to monitor the Company's results, which allows for agile decision-making, in addition to the annual financial statements, interim financial statements are prepared every six months.

The Company maintains its accounting records in accordance with the standards established in the General Accounting Plan. The Company's annual accounts and interim financial statements

are prepared on a going concern basis and in accordance with the accounting records, which reflect the transactions as well as the assets and liabilities arising during the reporting period. In addition, the annual accounts are subject to a financial audit and the half-yearly financial statements to a limited review carried out by an auditor of recognized prestige.

The financial statements prepared by the Company's financial management are reviewed and prepared by the Board of Directors and made available to the Company's shareholders for their review and, if applicable, approval (in the case of the annual financial statements). Together with each communication made to the shareholders in connection with the financial statements, the main events of the year or period and a brief explanation of the Company's performance are reported.

6. MONITORING ACTIVITIES

The purpose of monitoring and supervision activities is to determine whether the various components of an organization's internal control system are functioning properly.

The Company's Board of Directors also maintains a position of continuous supervision over the activities carried out, carrying out a review of the results reported monthly at the periodic meetings of the Board of Directors.

Constant contact with the members of the Board of Directors, as well as with the registered advisor, ensures that the information published on the website, any corporate or financial presentations, statements made and other information issued to the market is consistent and complies with the standards required by BME Growth regulations.

Specifically, the following internal protocols have been established:

a) Relevant information published on the Company's website

All information that may be considered as relevant information shall be consulted with the registered advisor. The protocol could be summarized as follows:

- Identification by the Company (in line with the explanations received from the registered advisor, and in accordance with the applicable regulations) or the registered advisor of an event that could constitute a material fact. If identified by the Company, it is always cross-checked with the registered advisor.
- Sending of supporting documentation of the aforementioned event to the registered advisor for analysis and evaluation.
- Drafting of the relevant fact by the Company's officers and the registered counsel.
- Review of the relevant fact agreed between the Company and the registered advisor by the Chairman of the Board of Directors (signatory of such relevant facts).
- Uploading of the relevant fact agreed on the BME Growth website, by the Company.
- Approval of the relevant event by the registered advisor prior to the start of the opening auction or after the closing auction.
- Confirmation by the registered advisor of the publication of the relevant fact.
- Uploading of the aforementioned significant event on the Company's website by the Company's management team.
- In addition, if the Company has any doubts about a possible update of the website that has not been the subject of a significant event, the Company would consult with the registered advisor.

b) Information to be disseminated in presentations

The Board of Directors ensures that the information included in the presentations is consistent with the information published on the Market.

c) Statements made to the media

Any request from the media will be answered through the contact details provided on the Company's website for such purposes. In such case, the media will be redirected to the information that is available on the website, and no information will be given to the media prior to its publication on the market and website.

Should any representative of the Company speak to the media, they are aware of the need to limit their statements to public information.

B. MEANS AVAILABLE TO THE BOARD OF DIRECTORS TO FULFILL ITS OBLIGATIONS AS A BME Growth COMPANY

In order to comply with its obligations as a company whose shares are listed on the BME Growth, the Company has a structure that allows it to (i) maintain adequate control over financial information and internal control systems, as well as over the transmission of information, (ii) mitigate identified risks that could have a negative impact on the Company and (iii) avoid any situation that could give rise to fraud or errors in the financial information reported internally and to third parties.

For such purposes, the Company has the following means:

- Registered Advisor appointed to support the Board of Directors in fulfilling its obligations as an entity subject to BME Growth.
- The Company's Board of Directors, whose members are aware of the requirements derived from the incorporation of the Company in BME Growth, both in terms of communications to the market and in terms of the actions, measures and processes to be implemented at all times and, in particular, those derived from the new applicable regulations. This information work is being carried out by the registered advisor in consultation, as necessary, with the Company's legal advisor.
- The Board of Directors of the Company may have the legal advice of an external advisor in all matters relating to the necessary actions and obligations arising from the incorporation of the Company's shares in BME Growth.
- The Board of Directors also maintains a position of continuous supervision of the Company's activities, in order to have continuous knowledge of the main events occurring in the Company and to ensure that the financial information reflected in the financial statements is consistent and coherent with the information reported on a regular basis and with the Company's results, to ensure that it is equivalent and adequately reflects the current situation of the Company, as well as to ensure that it is the same as that reflected on its website and that reported to the market.
- The financial statements prepared by the Company are reviewed and prepared by the Board of Directors, and are made available to the Company's shareholders for their review and, if applicable, approval (in the case of the annual accounts). Together with each communication made to the shareholders in relation to the financial statements, the main events of the year or period and a brief explanation of the Company's performance are reported.

C. PROCEDURES AVAILABLE TO THE COMPANY IN RELATION TO THE INFORMATION TO BE MADE PUBLIC

The following is a description of the Company's procedures for disclosing information to the public.

In particular, the procedures that the Company has in place to ensure that this is the case are described below:

a) Inside information published on the Company's website and information sent to the Market.

All information that may be considered privileged information, in accordance with market abuse regulations, shall be consulted with the registered advisor. The protocol for action could be summarized as follows:

- Identification by the Company (in line with the explanations received from the registered advisor, and in accordance with the applicable regulations) or the registered advisor of an event that could constitute inside information. If identified by the Company, it is always cross-checked with the registered advisor.
- Sending of supporting documentation of the aforementioned event to the registered advisor for analysis and evaluation.
- Drafting of the communication of inside information by the Company's officers and the registered advisor.
- Review of the communication of inside information agreed between the Company and the registered advisor by the chairman or vice-chairman of the Board of Directors (signatory of such relevant facts).
- Uploading of the insider information communication agreed on the BME Growth website, by the Company.
- Approval of the communication of inside information by the registered advisor prior to the commencement of the opening auction or after the closing auction.
- Confirmation by the registered advisor of the publication of the inside information communication.
- Uploading of the insider information communication on the Company's website by the Company's management team.
- In addition, if the Company has any doubts about a possible update of the website that has not been the subject of an insider trading communication, the Company would consult with the registered advisor.

b) The information disseminated in the presentations and the information communicated to the Market.

The Board of Directors ensures that the information included in the presentations is consistent with the information published on the Market.

c) The statements made by the Company's representatives to the media and the information communicated to the Market.

Any request from the media will be answered through the contact details provided on the website for such purposes. In such case, the media will be redirected to the information that is available on the website, and no information will be given to the media prior to its publication on the marketplace and website.

Should any representative of the Company speak to the media, they are aware of the need to limit their statements to public information.

