

**Supermercados Peruanos S.A. and Subsidiaries, InRetail
Pharma S.A. and Subsidiaries, Agora Servicios Digitales S.A.C.
and InDigital XP S.A.C.**

Interim combined financial statements as of June 30, 2024 and
December 31, 2023 and for the six-month period ended June 30, 2024
and 2023

Supermercados Peruanos S.A. and Subsidiaries, InRetail Pharma S.A. and Subsidiaries, Agora Servicios Digitales S.A.C. and InDigital XP S.A.C.

Interim combined statements of financial position

As of June 30, 2024 and December 31, 2023

	Note	2024	2023		Note	2024	2023
		S/(000)	S/(000)			S/(000)	S/(000)
Assets				Liabilities and equity			
Current assets				Current liabilities			
Cash and short-term deposits	4	583,683	803,376	Trade payables	13	4,016,788	4,193,200
Investment at fair value through profit or loss		-	33,445	Other payables		469,070	502,406
Trade receivables, net	5	776,892	786,266	Accounts payable to related parties	21(b)	118,675	104,609
Other receivables, net		197,540	181,884	Interest-bearing loans and borrowings	15	1,396,434	443,296
Accounts receivables from related parties	21(b)	83,955	74,556	Lease liability	14(c)	342,964	331,433
Inventories, net	6	2,512,008	2,535,110	Current income tax, net	16(b)	10,244	81,847
Prepayments	8	40,590	23,656	Deferred revenue	22	21,067	20,341
Taxes recoverable		172,235	154,998	Total current liabilities		6,375,242	5,677,132
Total current assets		4,366,903	4,593,291				
				Non-current liabilities			
Non-current assets				Other payables		23,794	31,809
Taxes recoverable		25,011	20,280	Accounts payable to related parties	21(b)	67,703	82,226
Other receivables, net		243,547	237,712	Interest-bearing loans and borrowings	15	4,301,238	4,983,905
Derivative financial instrument	9	62,599	63,871	Lease liability	14(c)	1,770,068	1,722,886
Investment at fair value through equity	7	41,181	51,350	Deferred revenue	22	19,654	28,438
Income tax related to Special Purpose Entity		10,135	9,139	Deferred income tax liabilities, net	16(a)	476,163	489,742
Property, furniture and equipment, net	10	4,931,232	4,795,483	Reserves for employee retirement pension funds		24,331	23,362
Right -of- use assets, net	14(b)	1,882,190	1,866,455	Total non-current liabilities		6,682,951	7,362,368
Investment properties	11	199,637	196,877	Total liabilities		13,058,193	13,039,500
Intangible assets, net	12	3,894,058	3,916,087	Equity			
Deferred income tax assets, net	16(a)	346,449	312,948	Capital stock	17	371,607	371,607
Other assets		2,407	2,407	Capital premium		241,954	241,954
				Treasury shares		(9)	(9)
Total non-current assets		11,638,446	11,472,609	Additional paid in capital		706,427	706,427
				Other reserve		821,498	821,498
Total assets		16,005,349	16,065,900	Unrealized results from foreign currency translation		8,183	3,335
				Unrealized results on derivative financial instrument		(65,963)	(30,944)
				Unrealized results on investment at fair value through equity		5,651	12,819
				Unrealized results from actuarial reserve for retirement		376	376
				Legal Reserve		110,415	97,629
				Retained earnings		746,866	801,527
				Total equity		2,947,005	3,026,219
				Non-controlling interests		151	181
				Total liabilities and equity		16,005,349	16,065,900

The accompanying notes are an integral part of these combined financial statements.

**Supermercados Peruanos S.A. and Subsidiaries, InRetail Pharma S.A. and Subsidiaries,
Agora Servicios Digitales S.A.C. and InDigital XP S.A.C.**

Interim combined income statements

For the six-month period ended June 30, 2024 and 2023

	Note	2024 S/(000)	2023 S/(000)
Net sales of goods		9,788,047	9,703,918
Rental income		83,047	97,405
Rendering of services		175,666	156,297
Revenue		10,046,760	9,957,620
Cost of sales	19	(7,336,308)	(7,287,265)
Gross profit		2,710,452	2,670,355
Gain on valuation at fair value of investment properties	11	2,495	2,530
Selling expenses	19	(1,684,395)	(1,658,094)
Administrative expenses	19	(283,562)	(295,677)
Other operating income, net		20,562	13,622
Operating profit		765,552	732,736
Financial income	20	23,038	13,929
Financial expenses	20	(249,903)	(250,978)
Exchange difference, net		(28,881)	86,520
Profit before income tax		509,806	582,207
Income tax expense	16	(173,746)	(205,699)
Net profit		336,060	376,508
Attributable to:			
Owners of the parent		336,042	376,482
Non-controlling interests		18	26
Net profit		336,060	376,508

The accompanying notes are an integral part of these combined financial statements.

Supermercados Peruanos S.A. and Subsidiaries, InRetail Pharma S.A. and Subsidiaries, Agora Servicios Digitales S.A.C. and InDigital XP S.A.C.

Interim combined statements of comprehensive income

For the six-month period ended June 30, 2024 and 2023

	2024	2023
	S/(000)	S/(000)
Net profit	336,060	376,508
Other comprehensive income		
Unrealized loss on available-for-sale investments	(10,169)	(416)
Income tax effect	3,000	123
Total other comprehensive income of available for sale investment	(7,169)	(293)
Unrealized (loss) gain in derivative financial instrument	(48,692)	45,601
Income tax effect	13,670	(12,774)
Total other comprehensive income derivative financial instruments	(35,022)	32,827
Unrealized gain results from foreign currency translation	4,848	636
Total other income result from foreign currency translation	4,848	636
Other comprehensive income for the period, net of income tax effects	(37,343)	33,170
Total comprehensive income for the period	298,717	409,678
Attributable to:		
Owners of the parent	298,703	409,649
Non-controlling interests	14	29
Total comprehensive income for the period	298,717	409,678

The accompanying notes are an integral part of these combined financial statements.

Supermercados Peruanos S.A. and Subsidiaries, InRetail Pharma S.A. and Subsidiaries, Agora Servicios Digitales S.A.C. and InDigital XP S.A.C.

Interim combined statements of changes in equity

For the six-month period ended June 30, 2024 and 2023

	Capital stock	Additional paid in capital	Capital premium	Treasury shares	Other reserve	Unrealized results on derivative financial instruments	Unrealized results on investments at fair value through equity	Unrealized results from foreign currency translation	Unrealized results from actuarial reserve for retirement	Legal reserve	Retained earnings	Total	Non-controlling interests	Total equity
	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)
Balance as of January 1, 2023	371,607	706,427	241,954	(9)	821,498	(79,673)	10,397	2,999	474	153,565	430,747	2,659,986	170	2,660,156
Profit for the period	-	-	-	-	-	-	-	-	-	-	376,482	376,482	26	376,508
Other comprehensive income	-	-	-	-	-	32,824	(293)	636	-	-	-	33,167	3	33,170
Total comprehensive income	-	-	-	-	-	32,824	(293)	636	-	-	376,482	409,649	29	409,678
Dividends	-	-	-	-	-	-	-	-	-	-	(396,539)	(396,539)	(54)	(396,593)
Transfer to legal reserve	-	-	-	-	-	-	-	-	-	(35,057)	35,057	-	-	-
Others	-	-	-	-	-	-	-	-	-	(10)	-	(10)	-	(10)
Balance as of June 30, 2023	371,607	706,427	241,954	(9)	821,498	(46,849)	10,104	3,635	474	118,498	445,747	2,673,086	145	2,673,231
Balance as of January 1, 2024	371,607	706,427	241,954	(9)	821,498	(30,944)	12,819	3,335	376	97,629	801,527	3,026,219	181	3,026,400
Profit for the period	-	-	-	-	-	-	-	-	-	-	336,042	336,042	18	336,060
Other comprehensive income	-	-	-	-	-	(35,018)	(7,169)	4,848	-	-	-	(37,339)	(4)	(37,343)
Total comprehensive income	-	-	-	-	-	(35,018)	(7,169)	4,848	-	-	336,042	298,703	14	298,717
Dividends	-	-	-	-	-	-	-	-	-	-	(377,892)	(377,892)	(42)	(377,934)
Transfer to legal reserve	-	-	-	-	-	-	-	-	-	12,786	(12,786)	-	-	-
Others	-	-	-	-	-	-	-	-	-	-	(25)	(25)	(2)	(27)
Balance as of June 30, 2024	371,607	706,427	241,954	(9)	821,498	(65,962)	5,650	8,183	376	110,415	746,866	2,947,005	151	2,947,156

The accompanying notes are an integral part of these combined financial statements.

**Supermercados Peruanos S.A. and Subsidiaries, InRetail Pharma S.A. and Subsidiaries,
Agora Servicios Digitales S.A.C. and InDigital XP S.A.C.**

Interim combined statements of cash flows

For the six-month period ended June 30, 2024 and 2023

	2024	2023
	S/(000)	S/(000)
Operating activities		
Revenue	10,011,971	9,939,498
Payments to suppliers of goods and services	(8,315,436)	(8,238,082)
Payments to employees for salaries and social benefits	(723,873)	(731,734)
Taxes paid	(332,968)	(205,147)
Other collections, net	41,435	9,469
Net cash flows from operating activities	681,129	774,004
Investing activities		
Sales of property, furniture and equipment	29,276	50,013
Sales of investment at fair value through profit or loss	34,016	-
Acquisition of subsidiary, net of cash acquired	-	(6,946)
Purchase of investment at fair value through profit or loss	-	(14,555)
Purchase of property, furniture and equipment, net of acquisitions through leasing	(338,476)	(126,330)
Purchase and development of intangible assets	(18,707)	(22,526)
Payment of value added tax, related to investment properties	(48)	-
Purchase of investment properties, net of acquisitions through leasing	(265)	-
Other payments related to investment activities	(8,336)	-
Net cash flows used in investing activities	(302,540)	(120,344)
Financing activities		
Proceeds from interest-bearing loans and borrowings	1,020,838	1,304,500
Payment of interest-bearing loans and borrowings	(837,958)	(1,230,046)
Interest payment	(127,349)	(162,521)
Payment of lease liability	(196,096)	(184,099)
Interest payment of lease liability	(78,872)	(66,944)
Dividends payment	(377,892)	(396,539)
Dividends payment to non controlling interest	(42)	(54)
Rent payments and key money paid in advance	(911)	(422)
Net cash flows used in financing activities	(598,282)	(736,125)
Net decrease of cash and short-term deposits	(219,693)	(82,465)
Cash and short-term deposits at the beginning of the period	803,376	714,651
Cash and short-term deposits at the end of the period	583,683	632,186
Non-cash transactions		
Fixed assets purchased through other non financial obligation	9,980	65,585
Addition of the period of right-of-use asset	273,458	288,846

The accompanying notes are an integral part of these combined financial statements.

Notes to the combined financial statements

Supermercados Peruanos S.A. and Subsidiaries, InRetail Pharma S.A. and Subsidiaries, Agora Servicios Digitales S.A.C. and InDigital XP S.A.C.

Notes to the interim combined financial statements

As of June 30, 2024 and December 31, 2023

1. Identification and business activities

(a) Identification

Patrimonio en Fideicomiso D.S. N°093-2002-EF-InRetail Consumer (a Special Purpose Entity-SPE, hereinafter "InRetail Consumer"), was incorporated in August 2014 by InRetail Perú Corp. only for the purpose of issuing debt in the local market and abroad. As of June 30, 2024, the representative shares of capital stock of Supermercados Peruanos S.A. and Subsidiaries, InRetail Pharma S.A. and Subsidiaries, Agora Servicios Digitales S.A.C. and InDigital XP S.A.C. are maintained in trust in this entity.

Supermercados Peruanos S.A., InRetail Pharma S.A., Agora Servicios Digitales S.A.C. and InDigital XP S.A.C. were incorporated in June 1979, August 1996, June 2019 and October 2019, respectively, in Lima, Peru. As of June 30, 2024 and December 31, 2023, those companies are subsidiaries of InRetail Perú Corp., which is part of Intercorp Perú Corp. InRetail Perú Corp. indirectly the following percentages of ownership in these companies:

	Participation (%)	
	As of June 30, 2024	As of December 31, 2023
Supermercados Peruanos S.A.	99.98	99.98
InRetail Pharma S.A.	100.00	100.00
Agora Servicios Digitales S.A.C.	100.00	100.00
InDigital XP S.A.C.	100.00	100.00

(b) Business activities

The following is a description of the Companies activities:

- Supermercados Peruanos S.A. is dedicated to the commercialization of food, consumer and other products. As of June 30, 2024 and December 31, 2023, has a chain of stores operating under "Plaza Veá", "Plaza Veá Super", "Vivanda", "Mass", "Makro" and "JOKR" brands, which are located in Lima and provinces. Supermercados Peruanos S.A. holds 100 percent of: (i) Desarrolladora de Strip Centers S.A.C., (ii) Plaza Veá Oriente S.A.C., (iii) Makro Supermayorista S.A., (iv) Operadora de Servicios Logísticos S.A.C., (v) Administración Food Regional S.A.C., (vi) Compañía Hard Discount S.A.C., (vii) Compañía Food Retail S.A.C., (viii) Supermercados Sur Perú S.A.C. and (ix) Digital Foods S.A.C. (formerly JOKR Perú S.A.C).
- InRetail Pharma S.A. is dedicated to the commercialization of pharmaceutical, consumer products and other products, through its "Inkafarma" and "Mifarma" pharmacy chains. It is also dedicated, to the Distribution of pharmaceutical and consumer products. As of June 30, 2024 and December 31, 2023, it operates in Peru and Ecuador. InRetail Pharma S.A. holds 100 percent of: (i) Farmacias Peruanas S.A.C., (ii) Mifarma S.A.C., (iii) Química Suiza S.A.C., (iv) Boticas IP S.A.C., (v) FP Servicios Generales S.A.C. and (vi) Quicorp Group.

Notes to the combined financial statements

- Agora Servicios Digitales S.A.C., established in June 2019, manages and operates digital products and other services through of a digital platform. The legal address of the Company, where its administrative offices are located is Morelli N 181, San Borja, Lima, Peru.
- InDigital XP S.A.C. established in October 2019, manages, operates and provides digital commerce services to the Group's subsidiaries. The legal address of the Company, where its administrative offices are located is Morelli N 139, San Borja, Lima, Peru.

The following is a summary of the main data of the financial statements of Supermercados Peruanos S.A. and Subsidiaries, InRetail Pharma S.A. and Subsidiaries, Agora Servicios Digitales S.A.C. and InDigital XP S.A.C. as of June 30, 2024 and December 31, 2023, and for the six -month period ended June 30, 2024 and 2023:

	Total assets		Total liabilities		Total equity		Net, profit and loss	
	As of June 30, 2024	As of December 31, 2023	As of June 30, 2024	As of December 31, 2023	As of June 30, 2024	As of December 31, 2023	2024	2023
	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)
Consolidated statements of financial position								
Supermercados Peruanos S.A. and Subsidiaries	8,550,291	8,591,700	7,669,540	7,542,032	880,751	1,049,668	104,577	68,873
InRetail Pharma S.A. and Subsidiaries	6,243,323	6,093,410	5,439,100	5,384,389	804,223	709,021	255,991	117,077
Agora Servicios Digitales S.A.C.	94,686	102,456	43,985	64,218	50,701	38,238	(23,316)	(18,308)
InDigital XP S.A.C.	31,992	19,614	18,126	8,147	13,866	11,467	2,399	557

The combined financial statements as of June 30, 2024 were approved by management of InRetail Perú Corp. on August 13, 2024.

Notes to the combined financial statements

2. Summary of significant accounting policies

The significant accounting policies used in the preparation and presentation of the Companies combined financial statements are described below:

(a) Basis of preparation and presentation

The interim condensed combined financial statements of the Companies have been prepared and presented solely to comply with certain obligations as a result of the issuance made by InRetail Consumer. Likewise, the financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) effective as of June 30, 2024 and December 31, 2023.

The interim condensed combined financial statements have been prepared on a historical cost basis, except for financial instruments at fair value through profit and loss, financial instruments at fair value through other comprehensive income, investment properties and derivative financial instruments, that have been measured at fair value. The interim condensed combined financial statements and other financial assets are presented in Soles and all values are rounded to the nearest thousand (S/(000)), except when otherwise indicated.

The interim condensed combined financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Companies annual combined financial statements as of December 31, 2023.

(b) Basis of combination

The interim condensed combined financial statements comprise the consolidated financial statements of the Companies and their Subsidiaries, which have been prepared under IFRS; see Note 1. For purposes of these consolidated financial statements, subsidiaries are fully consolidated from the date of acquisition; being the date on which Supermercados Peruanos S.A. or InRetail Pharma S.A. obtained control, and continue to be consolidated until the date when such control ceases. The financial statements of the subsidiaries are prepared for the same period as the parent company, using consistent accounting policies. All intra-group balances, transactions, unrealized gains and losses resulting from intra-group transactions and dividends are eliminated in full.

The combined financial statements result from the addition of the balances of all the accounts of the Companies consolidated financial statements; however, there is not any relationship as a parent and subsidiaries. The significant transaction among the Companies balances and profit and losses have been eliminated. The combined financial statements are prepared using uniform accounting policies for similar transactions and events, which are described in the following notes to the combined financial statements.

Additionally, the combined financial statements include some assets, liabilities and results as a consequence of transactions made by InRetail Perú Corp. that are directly related to the Companies. The main combined adjustments and intercompany eliminations are explained below:

- (i) Intercompany eliminations of balances and transactions, that mainly correspond to commercial transactions between the Companies (rental and/or rights of use of property, sale of merchandise vouchers, key money, etc.).

Notes to the combined financial statements

- (ii) The “Inkafarma” commercial brand and goodwill recorded in the consolidated financial statement of InRetail Perú Corp. and Subsidiaries as a consequence of the acquisition of InRetail Pharma S.A. (former Eckerd Perú S.A.) and Subsidiaries in January 2011 for approximately S/373,054,000 and S/709,472,000, respectively; see Note 12(b). Likewise, the deferred tax liability related to this commercial brand amounts to approximately S/111,916,000.

(c) Changes in accounting policies and disclosures

The accounting policies adopted in the preparation of the interim condensed combined financial statements are consistent with those followed in the preparation of the Companies annual combined financial statements for the year ended December 31, 2023, except for the adoption of the new standards and interpretations as of January 1, 2024.

The standards, improvements and modifications to the standards issued that are in effect on the date of issuance of these combined financial statements are detailed below:

- (i) Amendments o IFRS 16: "Lease liability on a sale with a subsequent lease" – In September 2022, the IASB issued amendments to IFRS 16 to specify the requirements that a seller-lessee uses when measuring the lease liability that arises in a sale-leaseback transaction, to ensure that the seller-lessee does not recognize any amount of the gain or loss, which relates to the right of use it retains.

The amendments are effective for annual reporting periods beginning on or after January 1, 2024, and should be applied retrospectively to subsequent sale and lease transactions entered into after the initial application date of IFRS 16. Early application is allowed and that fact must be disclosed.

- (ii) Amendments to IAS 1 “Presentation of Financial Statements: Classification of Liabilities as Current or Non-Current”

In January 2020, the IASB issued amendments of IAS 1 to paragraphs 69–76 of with the purpose of specifying the requisites for the classification of liabilities as current or non-current. The amendments clarify:

- What is meant by a right to defer a settlement arrangement.
- That a right to defer must exist at the end of the reporting period.
- That liability classification unaffected by the likelihood that an entity will exercise its deferral right.
- That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification.

Notes to the combined financial statements

(iii) Supplier Financing Agreements - Modifications to IAS 7 and IFRS 7.

In May 2023, the IASB issued amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures to clarify the characteristics of supplier financing arrangements and require additional information about such arrangements to be disclosed. The objective of the disclosure requirements imposed by the amendments is to help users of financial statements have a better understanding of the effects of supplier financing arrangements on liabilities, cash flows and exposure to liquidity risk. of an entity.

The amendments will be effective for annual periods beginning on or after January 1, 2024. Early application is permitted as long as this fact is disclosed.

(iv) Amendments International Sustainability Financial Reporting Standards and Climate Disclosures
On June 26, 2023, the International Sustainability Standards Board officially released its first IFRS Sustainability standards, ushering in a new era in international corporate reporting.

Both IFRS S1 and IFRS S2 are effective for annual periods beginning on or after January 1, 2024.

There is a climate-first transition option, which allows an entity to provide only climate-related information in its first year of application of IFRS S1 and IFRS S2.

Although these new standards are effective from January 1, 2024 at the international level, at the country level, the organizations that regulate the Peruvian local market have been evaluating the applicability and validity of these new IFRS. However, the Company has been dedicating efforts to planning to obtain extensive and timely information, with the objective of presenting users of the financial statements with the necessary information in accordance with established standards.

In the Management's opinion, these standards will not have a significant impact on the consolidated financial statements of the Companies and its Subsidiaries.

Notes to the combined financial statements

3. Transactions in foreign currency

Transactions in foreign currency are carried out using exchange rates prevailing in the market as published by the Superintendence of Banks, Insurance and Pension Funds Administration. As of June 30, 2024, the end of period exchange rates in the market for transactions in US Dollars were S/3.827 per US\$1 bid and S/3.837 per US\$1 ask, in Swiss franc was S/3.932 Fr1 per bid and S/5.250 per Fr1 ask, in Euros were S/3.818 per €1 bid and S/4.340 per € ask (S/3.705 and S/3.713 per US\$1 bid and ask, S/4.065 and S/5.084 per Fr1.00 for bid and ask, S/3.972 and S/4.378 per €1.00 for bid and ask, as of December 31, 2023).

Transactions in foreign currency are carried out using exchange rates prevailing in the market as published by authorized entities of the country in which the Company and its Subsidiaries operate. As of June 30, 2024 and December 31, 2023, the end of period exchange rates at the market for transactions of the different currency in relation to the Sol are as following:

Exchange rate per Soles	2024	2023
U. S. Dollars (US\$)	0.261	0.269
Bolivian Peso (B\$)	-	1.874
Swiss franc (Fr)	0.192	0.197
Euros (€)	0.230	0.228

As of June 30, 2024 and December 31, 2023, the companies held the following foreign currency assets and liabilities:

	As of June 30, 2024			As of December 31, 2023			
	US\$(000)	€ (000)	Fr (000)	US\$(000)	B\$ (000)	€ (000)	Fr (000)
Assets							
Cash and short-term deposits	37,354	-	-	71,108	17,663	-	-
Investments at fair value through profit or loss	-	-	-	9,007	-	-	-
Investments at fair value through equity	10,761	-	-	13,860	-	-	-
Trade receivables, net	70,070	-	-	69,619	32,622	-	-
Other accounts receivables, net	8,311	-	-	26,716	2,245	-	-
Accounts receivable from related parties	5,659	-	-	2,050	-	-	-
Total assets	132,155	-	-	192,360	52,530	-	-
Liabilities							
Trade payables	(135,133)	(3,208)	(416)	(148,386)	(8,617)	(3,440)	(514)
Other payables	(609,835)	-	-	(14,501)	(5,642)	-	-
Accounts payable to related parties	(2,964)	-	-	(2,973)	-	-	-
Lease liability	(241,329)	-	-	(211,777)	(2,927)	-	-
Interest - bearing loans and borrowings	(592,379)	-	-	(589,977)	-	-	-
Total Liabilities	(1,581,640)	(3,208)	(416)	(967,614)	(17,186)	(3,440)	(514)
Hedge amount	600,000	-	-	600,000	-	-	-
Net (liability) asset position	(849,485)	(3,208)	(416)	(175,254)	35,344	(3,440)	(514)

- (a) As of June 30, 2024 and December 31, 2023, InRetail Pharma S.A., Supermercados Peruanos S.A. and InRetail Consumer, reduced their exchange rate risk with hedging operations through seven contracts, three Call Spreads and four Range Principal Only Swaps written over its "Senior Secured Notes", and intercompany loans, which were considered effective hedging instruments.

Notes to the combined financial statements

The Call Spreads were written over a nominal amount of US\$138,000,000, US\$138,000,000 and US\$24,000,000 and the Range Principal Only Swaps over a nominal value of US\$100,000,000, US\$100,000,000, US\$50,000,000 and US\$50,000,000 and will be effective until the cancelation of the “Senior Secured Notes” and Intercompany loans. See further detail in Note 9.

- (b) For the six-month period ended as of June 30, 2024 and 2023, the Company and its Subsidiaries have incurred in the following results for exchange difference:

	2024 S/(000)	2023 S/(000)
Exchange difference generated by hedged assets and liabilities	(74,400)	72,000
Compensation of exchange difference for hedging derivative	74,400	(72,000)
Exchange difference generated by unhedged assets and liabilities	(28,881)	86,520
Net (loss) gain	<u>(28,881)</u>	<u>86,520</u>

4. Cash and short-term deposits

- (a) The table below presents the components of this account:

	As of June 30, 2024 S/(000)	As of December 31, 2023 S/(000)
Cash	68,222	45,667
Current accounts (b)	296,360	505,432
Time deposits and others (c)	76,437	76,353
Remittances in transit	142,664	175,924
Total	<u>583,683</u>	<u>803,376</u>

- (b) The Companies maintain current accounts in local banks in local currency of each country and in US Dollars, that do not accrue interest and are freely available.
- (c) As of June 30, 2024, time deposits and saving accounts are freely available and are kept in Soles and US Dollars, in local banks, have maturities up to a month since inception and accrue interest between 0.15 and 5.20 percent annual in Soles and between 0.15 and 4.10 percent annual in US Dollars (between 0.15 and 7.50 percent annual in Soles, and 0.15 percent annual in US Dollars as of December 31, 2023).

Notes to the combined financial statements

5. Trade receivables, net

(a) The table below presents the components of this caption:

	As of June 30, 2024 S/(000)	As of December 31, 2023 S/(000)
Trade accounts receivable (c)	683,278	652,934
Credit card operations (d)	136,358	168,443
Rent receivable (e)	2,070	3,723
Others	8,192	10,215
Total	829,898	835,315
Provision for doubtful accounts (f)	(53,006)	(49,049)
Total	776,892	786,266

(b) Trade receivables are denominated in local currency of each country and in US Dollars, have current maturities and do not accrue interest.

(c) Corresponds mainly to trade receivables from sale of inventories and from the sale of merchandise vouchers to various companies and public institutions. At the date of this report, these balances are mostly collected.

(d) Corresponds mainly to pending deposits in favor of Supermercados Peruanos and of InRetail Pharma Group for the last day of the month, held by credit card operators and originated from the sales of goods with credit cards in the different stores.

(e) Corresponds to accounts receivable for the lease of commercial premises to concession holders inside the stores of Supermercados Peruanos.

(f) The movements in the provision for doubtful accounts receivable for the six-month period ended June 30, 2024 and 2023, were as follows:

	2024 S/(000)	2023 S/(000)
Balance at the beginning of the year	49,049	44,317
Provision recognized as year expense, Note 19 (a)	4,941	4,747
Recoveries, Note 19 (a)	(772)	(1,156)
Write-off and recoveries	80	(261)
Divestment of subsidiary	(788)	-
Exchange difference	494	(782)
Other	2	(14)
Balance at the end of the period	53,006	46,859
Balance as of December 31, 2023		49,049

Notes to the combined financial statements

As of June 30, 2024 and December 31, 2023, the amount of trade receivables past due but not impaired amounted to approximately S/127,437,000 and S/126,933,000, respectively. The overdue items which have a payment agreement by the customer, are not considered impaired.

In the opinion of Management, the provision for doubtful accounts receivable as of June 30, 2024 and December 31, 2023 appropriately covers the credit risk of this item at those dates.

6. Inventories, net

(a) The composition of this item is presented below:

	As of June 30, 2024 S/(000)	As of December 31, 2023 S/(000)
Goods, Note 19 (a)	2,324,708	2,368,529
Raw material, Note 19 (a)	140	661
In transit inventories (b)	216,424	200,320
Miscellaneous supplies	7,511	7,267
Miscellaneous supplies for manufacturing, Note 19 (a)	1,209	1,548
Total	2,549,992	2,578,325
Minus		
Provision for impairment of inventories (c)	(37,984)	(43,215)
Total	2,512,008	2,535,110

(b) Corresponds to goods and miscellaneous supplies imported by the Companies.

(c) The changes in the provision for inventory impairment for the six-month period ended as of June 30, 2024 and 2023 were as follows:

	2024 S/(000)	2023 S/(000)
Balance at the beginning of the year	43,215	35,227
Provision of the period, Note 19 (a)	(466)	17,962
Recovery	(1,758)	(5,563)
Divestment of subsidiary	(2,990)	-
Foreign currency translation	(17)	(262)
Balance at the end of the period	37,984	47,364
Balance as of December 31, 2023		43,215

The provision for inventory impairment is determined based on stock turnover, discounts granted for the liquidation of the merchandise and other characteristics based on periodic evaluations performed by the Management.

Notes to the combined financial statements

7. Investment at fair value through equity

As of June 30, 2024, Supermercados Peruanos S.A. maintains investments at fair value through equity for an amount of US\$10,761,000 equivalent to S/41,181,000 (As of December 31, 2023, US\$13,860,000 equivalent to S/51,350,000).

The fair value of these instruments is determined by the price quotes published in an active market.

As of June 30, 2024 and 2023, the unrealized result net of deferred tax is S/5,650,000 and S/10,104,000 respectively and is presented in the combined statement of changes in equity.

8. Prepayments

(a) The table below presents the composition of this caption:

	As of June 30, 2024 S/(000)	As of December 31, 2023 S/(000)
Insurance	6,147	2,014
Prepaid tax	12,069	767
Others	22,374	20,875
Total	40,590	23,656

9. Derivatives financial instruments

As of June 30, 2024 and December 31, 2023, this item is comprised of seven contracts, three principal Call Spreads and four Range Principal Only Swaps designed to hedge cash flows from exchange rate variations and recorded at its fair value. The details of these operations are as follows:

Counterparty	Nominal value US\$(000)	Due	Pays fixed rate at %	Book value of the hedged item S/(000)	2024	2023
					Fair value assets S/(000)	Fair value assets S/(000)
Citibank N.A. (a)	138,000	March 2028	1.04	529,506	25,017	23,781
Citibank N.A. (a)	100,000	March 2028	2.70	383,700	1,729	2,889
Citibank N.A. (a)	50,000	March 2028	2.70	191,850	639	1,225
Citibank N.A. (a)	138,000	March 2028	-	529,506	28,495	27,725
Citibank N.A. (a)	100,000	March 2028	1.50	383,700	1,729	2,889
Citibank N.A. (a)	50,000	March 2028	1.50	191,850	639	1,225
Citibank N.A. (a)	24,000	March 2028	1.04	92,088	4,351	4,137
Total					62,599	63,871

Notes to the combined financial statements

- (a) In March 2021, InRetail Perú corp. through its Subsidiaries, InRetail Pharma S.A., Supermercados Peruanos S.A. and InRetail Consumer (SPE), decided to carry out three hedging operations for US\$288,000,000, US\$288,000,000 and US\$24,000,000, respectively, through three Call Spreads of foreign currency for the financial obligations of the “Senior Secured Notes”, which were issued in March 2021, and the intercompany loans related to the issue.

On September 16 and 17, 2021, InRetail Pharma S.A. and Supermercados Peruanos S.A. decided to exchange each US\$150,000,000 of its Call Spread with two Range Principal Only Swaps of US\$100,000,000 and US\$50,000,000, on the intercompany loans. They fixed the exchange rate at S/4.1045 and S/4.1100 per US\$1.00 and these instruments protect variations in the exchange rate between S/3.70 and S/6.00 per US\$1.00, which for the purposes of IFRS 9, qualifies as an effective hedging instrument.

This exchange of the “Call Spread” for the “Range Only Principal Swaps” allows the hedging objective to be met, therefore, the time value of the instrument exchange at the date of the transaction is recognized in results on a straight-line basis until the maturity of the hedge. As a result of this transaction, a total net expense of S/7,576,000 was generated as of June 30, 2024 (S/7,535,000 as of June 30, 2023). See Note 20 (a).

The exchange of the derivative financial instrument includes the partial cancellation of the liability held in Supermercados Peruanos S.A. for the financing received from Citibank for the acquisition of the derivative financial instrument.

As of June 30, 2024 and December 31, 2023, the Call Spreads cover US\$300,000,000 of the exposure in foreign currency of the principal of the issues and protect exchange rate variations between S/3.70 and S/4.20 per US\$1.00 and the Range Only Principal Swap US\$300,000,000 of the exposure in foreign currency of the principal of the issues and protect exchange rate variations between S/3.70 and S/6.00 per US\$1.00. The premium of the Call Spreads of Supermercados Peruanos S.A. and InRetail Consumer S.A. and the premium of the Range Only Principal Swap of Supermercados Peruanos S.A. and InRetail Pharma S.A. were financed in terms equal to those of the issues. From the date of issue of the “Senior Notes Unsecured” for the purposes of IFRS 9 were classified as effective hedging instruments, see Note 15 (b).

Notes to the combined financial statements

10. Property, furniture and equipment, net

(a) The table below presents the changes and composition of this caption:

	As of June 30, 2024	As of December 31, 2023
	S/(000)	S/(000)
Cost		
Initial balance	7,036,354	6,692,598
Acquisition of subsidiary	-	2,143
Additions (b)	348,456	537,116
Disposals and/or sales (c)	(58,945)	(194,117)
Reclassification	-	(1,719)
Divestment of subsidiary	(6,733)	-
Foreign currency translation	1,857	333
Final balance	7,320,989	7,036,354
Accumulated depreciation		
Initial balance	2,240,871	2,026,918
Acquisition of subsidiary	-	680
Additions, Note 19 (a)	175,197	359,122
Disposals and/or sales (c)	(21,617)	(144,872)
Reclassification	-	(1,719)
Divestment of subsidiary	(6,113)	-
Foreign currency translation	1,419	742
Final balance	2,389,757	2,240,871
Net book value	4,931,232	4,795,483

- (b) Correspond mainly to the construction and equipment for the new premises of Supermercados Peruanos S.A. and distribution center of InRetail Pharma Group.
- (c) Correspond mainly to assets sold and to the disposal of unusable assets as a result of the process of changing formats in some premises. The resulting income or expense has been included in the "Other operating income" or "Other operating expenses" caption of the combined income statement, respectively.

In June 2023, the Supermercados Peruanos Group sold the building of the Santa Clara store to related company for amount of S/29,300,000.

- (d) As of June 30, 2024, the cost and corresponding accumulated depreciation of assets acquired through finance leases was approximately S/754,976,000 and S/367,473,000, respectively (S/766,395,000 and S/363,398,000 respectively, as of December 31, 2023).

Notes to the combined financial statements

- (e) The Companies maintain insurance policies on their main assets in accordance with policies established by Management.
- (f) Depreciation expense for the six-month period ended June 30, 2024 and 2023, was recorded as follows in the income statement:

	2024 S/(000)	2023 S/(000)
Cost of sales, Note 19 (a)	2,775	1,348
Sales expenses, Note 19 (a)	161,416	162,586
Administrative expenses, Note 19 (a)	11,006	12,275
Balance as of June 30	175,197	176,209
Balance as of December 31, 2023		359,122

11. Investment properties

- (a) The table below presents the composition of this caption:

	As of June 30, 2024 S/. (000)	As of December 31, 2023 S/. (000)
Balance at the beginning of the year	196,877	224,677
Additions	265	-
Disposals	-	(63)
Adjustment on valuation	2,495	2,530
Total	199,637	227,144
		196,877

- (b) As of June 30, 2024 and December 31, 2023, investment properties include eight properties located in Lima, Moquegua, Tacna and Tumbes held to earn income.
- (c) As of June 30, 2024 and December 31, 2023, Management of the Companies performed an evaluation of their investment properties, and has not found any indication of impairment.
- (d) In August 2023, the Supermercados Peruanos Group sold to related company the building of the Lurin store for amount of S/48,873,000.

Notes to the combined financial statements

12. Intangible assets, net

(a) The table below presents the changes and composition of this caption:

	As of June 30, 2024 S/(000)	As of December 31, 2023 S/(000)
Cost		
Initial balance	1,830,518	1,859,882
Additions (c)	18,707	53,912
Disposal and/or sales	(213)	(80,128)
Divesment of subsidiaries	(1,772)	-
Other	-	(2,857)
Foreign currency translation	132	(291)
Final balance	1,847,372	1,830,518
Accumulated amortization		
Initial balance	545,636	547,995
Additions, Note 19 (a)	36,483	77,276
Disposals and/or sales	(6)	(79,252)
Divesment of subsidiaries	(1,719)	-
Other	-	(97)
Foreign currency translation	125	(286)
Final balance	580,519	545,636
Goodwill (d)		
Initial balance	2,631,205	2,631,205
Additions	-	-
Final balance	2,631,205	2,631,205
Goodwill impairment		
Initial balance	-	-
Additions	4,000	-
	4,000	-
Net book value	3,894,058	3,916,087

(b) As of June 30, 2024 and December 31, 2023, this caption mainly includes approximately S/373,054,000 corresponding to the “Inkafarma” brand, S/395,355,000 to the “Mifarma” brand, S/205,593,000 to the “Makro” brand, S/17,791,000 to the “Química Suiza” brand, S/15,911,000 to the “Ninet” brand and S/17,040,000 to the other “InRetail Pharma” brands.

The brands are tested for impairment annually (as of December 31) and when circumstances indicate that the carrying value may be impaired. The InRetail Consumer Group carry out the impairment test for goodwill and intangible assets with indefinite useful lives based on value-in-usage calculations using a discounted cash flow model.

(c) As of June 30, 2024 and December 31, 2023, additions correspond mainly to: (i) disbursements made for the acquisition of licenses and development of improvements for SAP, Power BI-Commercial, improvement and support of the Agora App; (ii) disbursements made for e-commerce projects, digital squads and software development and licenses for new stores of the InRetail Consumer Group.

Notes to the combined financial statements

- (d) As of June 30, 2024, this caption mainly includes the goodwill, as a result of the acquisition of the Quicorp Group S/1,272,634,000, InRetail Pharma S.A. S/709,472,000, Makro Supermayorista S.A. S/628,578,000, Agora Servicios Digitales S.A.C. and InDigital XP S.A.C. S/16,524,000 (as of December 31, 2023, this caption mainly included the goodwill, as a result of the acquisition of the Quicorp Group S/1,272,634,000, InRetail Pharma S.A. S/709,472,000, Makro Supermayorista S.A. S/628,578,000, Agora Servicios Digitales S.A.C. and InDigital XP S.A.C. S/20,521,000).

Goodwill is initially measured at cost and after initial recognition they are measured at cost less impairment loss. An impairment test of goodwill and unlimited life brands are carried out annually.

- (e) Amortization expense for the six-month period ended June 30, 2024 and 2023, was recorded as follows in the income statement:

	2024 S/(000)	2023 S/(000)
Sales expenses, Note 19 (a)	10,197	18,076
Administrative expenses, Note 19 (a)	26,286	21,958
Balance as of June 30	36,483	40,034
Balance as of December 31, 2023		77,276

13. Trade payables

- (a) The table below presents the composition of this caption:

	As of June 30, 2024 S/(000)	As of December 31, 2023 S/(000)
Bills payable for purchase of goods	3,563,239	3,647,315
Bills payable for commercial services	300,287	401,649
Provision for services and maintenance	153,262	144,236
Total	4,016,788	4,193,200

- (b) This caption mainly includes obligations to non-related local and foreign suppliers, denominated in local currency, Swiss franc, Euros and US Dollars, with current maturities and do not accrue any interest. There have been no liens granted on these obligations.

The Companies offer their suppliers access to an accounts payable service arrangement provided by third-party financial institutions. This service allows the suppliers to sell their receivables to the financial institutions in an arrangement separately negotiated by the supplier and the financial institution, enabling suppliers to better manage their cash flow and reduce payment processing costs. The Companies have no direct financial interest in these transactions. All of the Companies obligations, including amounts due, remain due to its suppliers as stated in the supplier agreements.

Notes to the combined financial statements

14. Leases

- (a) The InRetail Consumer Group maintains leasing contracts for land, buildings, facilities and vehicles used for its operations. Leases of land, buildings and facilities generally have terms of 1 to 40 years, and leases of vehicles have terms of 2 to 5 years. The Companies and its Subsidiaries have obligations under its leases, which are guaranteed by the lessor's title of the leased assets.

There are several leases that include extension and termination options and variable payments. The companies and its Subsidiaries have also entered into certain leases of premises with terms of 12 months or less and leases of low-value office equipment. The Companies and its Subsidiaries apply the short-term and low-value lease exemptions for these kind of leases.

- (b) The movement of this caption for the six-month period ended as of June 30, 2024 and December 31, 2023, is as follows:

	Land S/(000)	Buildings, infrastructure and facilities S/(000)	Vehicles S/(000)	As of June 30, 2024 S/(000)	As of December 31, 2023 S/(000)
Cost					
Initial balance	3,511	3,014,649	2,840	3,021,000	2,669,526
Additions	-	273,458	-	273,458	622,295
Cancellation of contracts (i)	-	(53,574)	(89)	(53,663)	(269,623)
Divesment of subsidiary	-	(3,541)	-	(3,541)	-
Foreign currency translation	-	1,167	35	1,202	(1,198)
Final balance	3,511	3,232,159	2,786	3,238,456	3,021,000
Accumulated depreciation					
Initial balance	279	1,153,589	677	1,154,545	982,111
Additions, Note 19 (a)	-	212,985	363	213,348	394,098
Cancellation of contracts (i)	-	(10,142)	(41)	(10,183)	(221,002)
Divesment of subsidiary	-	(2,050)	-	(2,050)	-
Transfer	-	-	-	-	(88)
Foreign currency translation	-	595	11	606	(574)
Final balance	279	1,354,977	1,010	1,356,266	1,154,545
Net book value	3,232	1,877,182	1,776	1,882,190	1,866,455

- (i) Corresponds mainly to the derecognition of expired contracts, amounting to S/10,183,000 as of June 30, 2024 (S/221,002,000 as of December 31, 2023).

Depreciation expense for the six-month period ended June 30, 2024 and 2023, was recorded as follows in the combined income statement:

	2024 S/(000)	2023 S/(000)
Cost of sales, Note 19 (a)	1,370	1,166
Sales expenses, Note 19 (a)	207,513	197,404
Administrative expenses, Note 19 (a)	4,465	4,850
Balance as of June 30	213,348	203,420
Balance as of December 31, 2023		394,098

Notes to the combined financial statements

(c) The movement of the lease liability caption, as of June 30, 2024 and December 31, 2023, is as follows:

	As of June 30, 2024 S/(000)	As of December 31, 2023 S/(000)
Initial balance	2,054,319	1,893,153
Additions	273,458	622,295
Increase for accrued interest, Note 20	78,872	142,151
Amortization	(274,968)	(514,044)
Cancellation of contract	(46,148)	(52,657)
Payments made at the beginning of the contract	(911)	(1,039)
Prepaid rent	1,697	4,247
Transfer	-	(578)
Exchange rate	27,573	(38,543)
Foreign currency translation	681	(666)
Final balance	2,113,032	2,054,319
Current	342,964	331,433
Non-current	1,770,068	1,722,886
Total	2,113,032	2,054,319

Additionally, in the six-month period ended as of June 30, 2024 and 2023, interest related to the lease liability of S/78,872,000 and S/66,944,000 respectively has been accrued.

Notes to the combined financial statements

15. Interest-bearing loans and borrowings

(a) The table below presents the composition of interest-bearing loans and borrowings:

Type of obligation	Original currency	Interest rate %	Final maturity	Original amount		Total		Current		Non-current	
				US\$ (000)	S/ (000)	2024	2023	2024	2023	2024	2023
				S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)		
Notes Senior Unsecured											
Senior Secured Notes (b)	PEN	4.900	2028	-	555,000	551,506	551,035	-	-	551,506	551,035
Senior Secured Notes (b)	USD	3.250	2028	600,000	-	2,172,640	2,100,022	-	-	2,172,640	2,100,022
Senior Notes Unsecured (c)	PEN	6.438	2025	-	385,800	385,412	385,197	385,412	-	-	385,197
				<u>600,000</u>	<u>940,800</u>	<u>3,109,558</u>	<u>3,036,254</u>	<u>385,412</u>	<u>-</u>	<u>2,724,146</u>	<u>3,036,254</u>
Leasing											
Related entities											
Banco Internacional del Perú-Interbank	PEN	3.990	2026	-	101,963	101,952	101,936	-	-	101,952	101,936
Non-related entities											
Banco Continental	PEN	4.950	2024	-	18,150	-	679	-	679	-	-
Banco de Crédito del Perú	PEN	5.620	2026	-	26,027	11,287	13,914	5,488	5,333	5,799	8,581
Banco de Crédito del Perú	PEN	10.320	2028	-	1,462	1,140	1,265	271	257	869	1,008
				<u>-</u>	<u>147,602</u>	<u>114,379</u>	<u>117,794</u>	<u>5,759</u>	<u>6,269</u>	<u>108,620</u>	<u>111,525</u>
Overdraft											
Banco Internacional del Perú-Interbank	PEN	-	2023	-	9	-	9	-	9	-	-
Banco Internacional del Perú-Interbank	PEN	-	2024	-	11	11	-	11	-	-	-
				<u>-</u>	<u>20</u>	<u>11</u>	<u>9</u>	<u>11</u>	<u>9</u>	<u>-</u>	<u>-</u>
Loans (h)											
Related entities											
Banco Internacional del Perú-Interbank	PEN	Between 3.990 and 7.990	2026 and 2027	-	298,037	272,026	284,150	24,871	24,870	247,155	259,280
Banco Internacional del Perú-Interbank (g)	PEN	3.750	2026	-	220,000	219,325	219,086	110,000	-	109,325	219,086
Non-related entities											
Banco Continental (e)	PEN	Between 2.450 and 8.540	2025-2029	-	464,000	239,777	286,105	91,152	113,750	148,625	172,355
Banco Continental	PEN	8.490	2024	-	62,000	-	62,000	-	62,000	-	-
Banco Continental	PEN	Between 6.220 and 6.900	2025	-	186,000	186,000	-	186,000	-	-	-
Banco Citibank	PEN	8.800	2024	-	33,000	-	33,000	-	33,000	-	-
Banco Citibank	PEN	7.000	2025	-	100,000	100,000	-	100,000	-	-	-
Banco de Crédito del Perú	PEN	Between 6.200 and 6.400	2025	-	123,500	123,500	-	123,500	-	-	-
Banco Scotiabank	PEN	8.450	2024	-	35,000	-	35,000	-	35,000	-	-
Banco Scotiabank (d)	PEN	Between 3.990 and 8.600	2025-2027	-	1,051,000	759,661	837,715	89,211	123,211	670,450	714,504
Banco Scotiabank	PEN	6.530	2025	-	14,000	14,000	-	14,000	-	-	-
Banco GNB	PEN	Between 6.220 and 6.350	2025	-	42,300	42,300	-	42,300	-	-	-
Banco Scotiabank (f)	PEN	3.750	2026	-	330,000	328,988	328,631	165,000	-	163,988	328,631
Citibank	USD	9.450	2024	3,000	-	11,511	-	11,511	-	-	-
				<u>3,000</u>	<u>2,958,837</u>	<u>2,297,088</u>	<u>2,085,687</u>	<u>957,545</u>	<u>391,831</u>	<u>1,339,543</u>	<u>1,693,856</u>

Notes to the combined financial statements

Type of obligation	Original currency	Interest rate %	Final maturity	Original amount		Total		Current		Non-current	
				US\$ (000)	S/ (000)	2024	2023	2024	2023	2024	2023
				S/(000)	S/(000)	S/(000)	S/(000)	S/(000)	S/(000)		
Derivative financial instruments financing, Note 9											
Citibank N.A.	USD	3.176	2028	8,941	-	20,540	22,191	4,923	4,675	15,617	17,516
Citibank N.A.	PEN	Between 8.442 and 8.665	2028	-	88,076	56,460	62,294	12,505	12,009	43,955	50,285
Citibank N.A.	USD	3.176	2028	1,251	-	3,572	3,859	856	813	2,716	3,046
Citibank N.A.	PEN	Between 8.441 and 8.665	2028	-	48,931	31,366	34,607	6,947	6,671	24,419	27,936
				10,192	137,007	111,938	122,951	25,231	24,168	86,707	98,783
Other obligations to third parties (i)											
Hewlett Packard S.A.	USD	Between 1.560 and 6.890	2027 and 2029	7,108	-	18,215	15,093	5,160	4,301	13,055	10,792
Hewlett Packard S.A.	USD	Between 0.001 and 6.890	2024 and 2029	16,155	-	44,466	46,830	15,974	15,438	28,492	31,392
Inversiones Nueva Capital Perú S.A.	USD	Between 2.310 and 6.290	2025 and 2026	138	-	208	264	144	137	64	127
Inversiones Nueva Capital Perú S.A.	USD	1.830	2025	313	-	799	1,032	533	516	266	516
Nuevo Capital Leasing Perú S.A.C.	USD	5.280	2025	663	-	1,010	1,287	665	627	345	660
				24,377	-	64,698	64,506	22,476	21,019	42,222	43,487
Total				637,569	4,184,266	5,697,672	5,427,201	1,396,434	443,296	4,301,238	4,983,905

Notes to the combined financial statements

- (b) In March 2021, InRetail Consumer (SPE) issued Senior Secured Notes for US\$600,000,000 (equivalent to S/2,302,200,000 as of June 30, 2024 (2,227,800,000 as of December 31, 2023) and S/555,000,000 abroad (Luxembourg). These obligations were recorded in the consolidated financial statements at amortized cost at an effective annual interest rate of 3.446 and 5.104, respectively, after considering the corresponding initial charges of approximately US\$3,766,000 equivalent to around S/14,450,000 as of June 30, 2024 (US\$4,414,000 equivalent to around S/16,388,000 as of December 31, 2023) and S/3,494,000 as of June 30, 2024 (S/3,965,000 as of December 31, 2023), respectively.

Additionally, it is presented net of US\$30,000,000 equivalent to S/115,110,000 as of June 30, 2024 (US\$30,000,000 equivalent to S/111,390,000 as of December 31, 2023) corresponding to the notes of its own issuance maintained by its subsidiary InRetail Pharma S.A.

As a result of these issuances, certain obligations and restrictive clauses must be complied with until its maturity and settlement. In the opinion of Management, these clauses do not limit the operations of InRetail Consumer and its subsidiaries and have been complied with as of June 30, 2024 and December 31, 2023.

- (c) In May 2018, the Company issued debt instruments ("Notes") denominated in Soles for S/385,800,000 that bear an annual interest rate of 6.4375 percent, maturing in 7 years and with semiannual interest payments and the principal in a single installment upon maturity of the securities. This borrowing was recorded in the consolidated financial statement at amortized cost to an effective interest rate of 6.559 percent, after considering the respective up-front fees that amounted to S/388,000 as of June 30, 2024 (S/603,000 as of December 31, 2023).

As a result of this note, InRetail Pharma S.A. must comply, until their maturity and full payment, with certain obligations and covenants.

In the opinion of Management, these covenants do not limit the operations of the Company and its Subsidiaries and have been complied satisfactorily and are within the agreed limits as of June 30, 2024 and December 31, 2023. Likewise, 100 percent of the "Senior Notes Unsecured" is guaranteed by the shares of InRetail Pharma S.A. and Subsidiaries.

- (d) In June 2023, Supermercados Peruanos S.A. received two loans from Banco Scotiabank S.A.A. for S/100,000,000 and S/150,000,000, accruing nominal interest of 8.60 and 7.76 percent per year, maturing in June 2026 and May 2027, which have been used for working capital.

During 2021, Supermercados Peruanos S.A. received an additional loan from Scotiabank Perú S.A.A. for S/551,000,000, which accrues a nominal interest of 3.99 percent per annum, maturing in 2026; this loan was acquired mainly to pre-pay existing debts with different financial entities and the balance was used as working capital to open new stores. During 2019 and 2018, the Company received loans from Scotiabank Perú S.A.A. for S/150,000,000 and S/100,000,000, at nominal rate of 4.45 percent per annum and with maturities between 2025 and 2026, respectively. As of June 30, 2024 and December 31, 2023, the outstanding balances are represented net of their structuring commission.

- (e) In March 2024, Supermercados Peruanos S.A. received of BBVA Banco Continental a loan for S/94,000,000 accruing a nominal interest of 7.060 percent per year with maturity in the years 2029.

Notes to the combined financial statements

In June 2023, Supermercados Peruanos S.A. received a loan for S/150,000,000 accruing a nominal interest of 8.540 percent per year with maturity in the year 2026.

During 2021 and 2020, Supermercados Peruanos S.A. received loans for S/100,000,000 and S/120,000,000 accruing a nominal interest of 2.450 and 4.150 percent per year with maturities in the years 2026 and 2025.

- (f) In March 2021, InRetail Pharma S.A. obtained a loan for S/330,000,000 that accrues an annual nominal interest of 3.750 percent maturing in March 2026, payable in quarterly installments. Said loan is recorded at its amortized cost at an effective annual rate of 4.031 percent, after considering the additional charges of S/1,012,000 as of June 30, 2024 (S/1,369,000 as of December 31, 2023).
- (g) In March, 2021, InRetail Pharma S.A. obtained a loan for S/220,000,000 that accrues an annual nominal interest of 3.750 percent maturing in March 2026, payable in quarterly installments. Said loan is recorded at its amortized cost at an effective annual rate of 4.031 percent, after considering the additional charges of S/675,000 as of June 30, 2024 (S/914,000 as of December 31, 2023).
- (h) Promissory notes and bank loans are used to fund working capital and do not have any specific guarantee. Leasing operations are guaranteed by the assets related to them, see Note 10. Such obligations do not have any special conditions that must be complied with covenants or restrictions affecting the operations of the Companies.
- (i) Corresponds to the debt that Supermercados Peruanos S.A. and InRetail Pharma S.A. incurred with Hewlett Packard S.A., Nuevo Capital Leasing Perú S.A.C. and Inversiones Nueva Capital S.A. to purchase computer equipment. Said contracts do not have any specific guarantee.
- (j) Interest-bearing loans and borrowings are payable as follows:

	As of June 30, 2024 S/(000)	As of December 31, 2023 S/(000)
2024	144,943	443,297
2025	1,397,559	954,782
2026	1,299,681	1,294,349
2027	91,025	68,166
2028	2,758,859	2,666,607
2029 onwards	5,605	-
Total	5,697,672	5,427,201

- (k) During the six-month period ended June 30, 2024 and 2023, loans and borrowings accrued interests which are recorded in the "Financial expenses" caption of the combined income statement, see Note 20. Also, as of June 30, 2024 and December 31, 2023, there are interest payable which are recorded in the "Other payables" caption of the combined statements of financial position.

Notes to the combined financial statements

16. Income tax

- (a) The amounts presented in the combined statement of financial position as of June 30, 2024 and December 31, 2023, as well as the combined statements of comprehensive income for the six -month period ended June 30, 2024 and 2023 are shown below:

Statements of financial position	As of June 30, 2024		As of December 31, 2023	
	Assets	Liabilities	Assets	Liabilities
	S/(000)	S/(000)	S/(000)	S/(000)
InRetail Pharma S.A.	79,484	-	69,655	-
Química Suiza S.A.C.	-	43,679	-	43,674
Quifatex S.A.	8,599	-	7,876	-
Vanttive Cía Ltda.	134	-	130	-
Farmacías Peruanas S.A.C.	15,111	-	15,966	-
Quimiza Ltda.	-	-	953	-
Mifarma S.A.C.	48,800	-	46,812	-
Jorsa de la Selva S.A.C.	4,084	-	3,685	-
Operadora de Servicios Logísticos S.A.C.	4,660	-	5,834	-
Supermercados Peruanos S.A.	-	73,872	-	83,326
Plaza Veá Oriente S.A.C.	6,691	-	6,166	-
Compañía Food Retail S.A.C.	71,123	-	64,323	-
Administración Food Regional S.A.C.	3,988	-	4,292	-
Makro Supermayorista S.A.	-	18,408	-	19,078
Digital Food S.A.C. (formerly Jokr Perú S.A.C.)	16,617	-	15,242	-
Agora Servicios Digitales S.A.C.	158	-	539	-
InDigital XP S.A.C.	180	-	121	-
Compañía Hard Discount S.A.C.	57,906	-	45,285	-
Adjustment combination	(4,439)	340,204	(5,013)	343,664
Total	346,449	476,163	312,948	489,742

Statements of comprehensive income	For the six-month periods ended June 30, 2024 and 2023	
	2024	2023
	S/(000)	S/(000)
Current	(204,856)	(254,792)
Deferred	31,110	49,093
Income tax expense	(173,746)	(205,699)

- (b) As of June 30, 2024 the provision for current income tax payable, amounts to approximately S/10,244,000 (S/81,847,000 as of December 31, 2023).

Notes to the combined financial statements

17. Equity

(a) Capital stock

Company	N° issued common shares		Nominal value	Accounting balance of issued capital	
	As of June 30, 2024	As of December 31, 2023		As of June 30, 2024	As of December 31, 2023
				S/. (000)	S/. (000)
Supermercados Peruanos S.A. and Subsidiaries	330,428,609	330,428,609	1.05	346,950	346,950
InRetail Pharma S.A. and Subsidiaries	15,839,379	15,839,379	1.00	15,840	15,840

As of June 30, 2024 and December 31, 2023, 40,417,207 shares still have to be issued for a value of 1.05 per share; equivalent S/42,439,000.

- (b) Additional paid-in capital: As of June 30, 2024 and December 31, 2023, the “Additional paid-in capital” caption includes the net effect of the adjustments related to the acquisition of InRetail Pharma S.A. and Subsidiaries at said dates; see Note 12(b).
- (c) Legal reserve: As provided in the Corporation Act, it is required that a minimum of 10 percent of distributable income for each year is transferred to a legal reserve until such reserve equals 20 percent of the capital. The legal reserve can absorb losses or be capitalized, but in both cases it must be replenished. The legal reserve is appropriated when the General Shareholders’ Meeting approves the same.
- (d) Treasury shares: As of September 30, 2018, the Company and its subsidiaries acquired 8,507 shares issued by Supermercados Peruanos, for a total of S/39,000, the nominal value of said shares being S/9,000, with a difference of S/30,000 as a decrease of the capital premium.
- (e) Dividends
During 2024 and 2023, it was agreed to distribute dividends of S/377,974,000 and S/396,593,000, respectively.

Notes to the combined financial statements

18. Tax Situation

- (a) The Companies domiciled in Peru and Ecuador are subject to the tax regime of each country and calculate the income tax based on their individual financial statements. As of June 30, 2024 and December 31, 2023, the income tax rate is:

Country	%
Perú	29.5
Ecuador	25.0

- (b) In accordance with current legal provisions; In some countries, as of June 30, 2024 and December 31, 2023, cash dividends in favor of non-domiciled shareholders are subject to income tax at the following rates:

	Tax rate	
	2024	2023
	%	%
Perú (i)	5.0	5.0
Ecuador (ii)	10.0	10.0
Bolivia	-	12.5

- (i) By Legislative Decree No. 1261, published on December 10, 2016, the 5 percent withholding rate applicable to dividends and any other form of profit distribution from Peruvian sources was modified. The aforementioned rate is applicable to the distribution of dividends or profits adopted or made available, whichever occurs first, as of January 1, 2017. The aforementioned rate does not apply to accumulated income or other liable to generate taxable dividends obtained between January 1, 2015 and December 31, 2016 –in which case a 6.8 percent withholding rate is applied or to accumulated income as of December 31, 2014 – in which case a 4.1 percent withholding rate is applied.
- (ii) The Internal Tax Regime Act indicates that, in general, dividends distributed after income tax are not subject to withholding, unless the beneficial owner is an Ecuadorian natural person – in which case a withholding tax (10 or 14 percent, depending on the applied corporate rate) is applied. In addition, when the income tax rate applied by the company is 25 percent or less, the withholding percentage applicable to the dividends distributed to companies domiciled in tax havens is 10 percent. Resolution No. NAC-DGERCGC20-00000013, published in February 2020, introduced other cases subject to withholding tax at source on distributed dividends.
- (c) According to the text of the Law on Income Tax, as amended by Law N° 29663 and 29757, as of year 2012, among the transactions subject to capital duty, are those obtained by the indirect sale of shares of Peruvian Companies. For these purposes, an indirect transfer is set when two instances occur together:
- First, 10 percent on more of the shares of non-resident must be sold in any twelve months period; and,
 - Second, the market value of the shares of the Peruvian society must represent 50 percent or more the market value of non-domiciled, in any period of twelve months.

Notes to the combined financial statements

In addition, as of January 1, 2019, a new indirect alienation regulation entered into force. It is applicable when in any 12-month period, the indirect alienation of shares or interest of legal entities domiciled in Peru have a transaction value equal or greater than 40,000 Peruvian Tax Units (UIT).

- (d) For purposes of determining the Income Tax, transfer pricing of transactions with related companies and companies domiciled in territories with low or no taxation must be supported with documentation and information on assessment methods applied and criteria considered. Based on the analysis of the operations of the Group, Management and its legal advisors consider that as a consequence of the application of the regulation in force, there will not be any significant contingencies for the Companies as of June 30, 2024 and December 31, 2023.
- (e) The tax authority is legally entitled to review and, if necessary, adjust the Income Tax computed during a term of four years following the year in which the tax declaration was submitted.

Following are the years subject to review by the tax authority of the Companies:

	Income Tax	Value added tax
Albis S.A.C.	From 2019 to 2021	From 2020 to 2021
Boticas del Oriente S.A.C.	From 2019 to 2021	From 2020 to 2021
Eckerd Amazonía S.A.C.	From 2019 to 2021	From 2020 to 2021
InRetail Pharma S.A.	From 2019 to 2023	From 2020 to 2024
Jorsa de la Selva S.A.C.	From 2019 to 2023	From 2020 to 2024
Quicorp S.A.	From 2019 to 2023	From 2020 to 2024
Mifarma S.A.C.	From 2019 to 2023	From 2020 to 2024
Quifatex S.A.	From 2020 to 2023	From 2020 to 2024
Química Suiza S.A.C.	From 2020 to 2023	From 2020 to 2024
Supermercados Peruanos S.A.	2015 and from 2018 to 2023	From 2020 to 2024
Plaza Veá Oriente S.A.C.	2019, 2020 and 2022 to 2023	From 2020 to 2024
Plaza Veá Sur S.A.C.	From 2019 to 2020	2020
Desarrolladora de Strip Center S.A.C.	From 2019 to 2023	From 2020 to 2024
Vanttive Cía Ltda.	From 2020 to 2023	From 2020 to 2024
Vanttive S.A.C.	From 2019 to 2023	From 2020 to 2023
Farmacias Peruanas S.A.C.	From 2020 to 2023	From 2020 to 2024
Droguería InRetail Pharma S.A.C.	From 2019 to 2022	From 2020 to 2022
Makro Supermayorista S.A.	From 2019 to 2023	From 2020 to 2024
InRetail Foods S.A.C.	From 2020 to 2021	From 2020 to 2021
Operadora de Servicios Logísticos S.A.C.	From 2021 to 2023	From 2021 to 2024
FP Servicios Generales S.A.C.	From 2021 to 2023	From 2021 to 2024
Boticas IP S.A.C.	From 2021 to 2023	From 2021 to 2024
Agora Servicios Digitales S.A.C.	from 2019 to 2023	From 2020 to 2024
InDigital XP S.A.C.	from 2019 to 2023	From 2020 to 2024
Compañía Hard Discount S.A.C.	From 2021 to 2023	From 2021 to 2024
Centro Logístico y de Fabricación S.A.C.	From 2021 to 2023	From 2021 to 2024
Compañía Food Retail S.A.C.	From 2021 to 2023	From 2021 to 2024
Administración Food Regional S.A.C.	From 2021 to 2023	From 2021 to 2024
Inmobiliaria Food Retail S.A.C.	From 2021 to 2023	From 2021 to 2024
Digital Foods S.A.C. (formerly Jokr Perú S.A.C.)	From 2021 to 2023	From 2021 to 2024

Notes to the combined financial statements

According to Peruvian law, InRetail Consumer is not considered an income taxpayer due to its status as a trust. InRetail Consumer attributes its generated results, the net losses and Income Tax credits on foreign source income, to the holders of its certificates of participation or whoever holds those rights.

Due to possible interpretations that the authority may give to legislation, it is not possible to determine, to date, whether the reviews will result in liabilities for the Companies. Therefore, any major tax or surcharge that may result from eventual revisions by the tax authority would be charged to the combined statements of comprehensive income of the period in which said tax or surcharge is determined.

Management's opinion as well as its legal advisors opinion, any eventual additional tax settlement would not be significant to the combined financial statements as of June 30, 2024 and December 31, 2023.

- (f) As of June 30, 2024 and December 31, 2023, estimated losses from previous period for Subsidiaries for tax purposes are the following:

	2024	2023
	S/ (000)	S/ (000)
Agora Servicios Digitales S.A.C.	214,404	191,628
Compañía Hard Discount S.A.C.	67,143	47,155
Digital Foods S.A.C.	55,053	46,609
Total	336,600	285,392

According to the Income Tax Act and its amendments, entities domiciled in Peru have the faculty to choose one of the following methods to draw their tax losses;

- i. The tax loss can be offset with future profits until its final extinction by applying said loss to up to 50 percent of the taxable income; or
- ii. The tax loss can be used for four years after it has been generated.

Agora Servicios Digitales S.A.C., Compañía Hard Discount S.A.C. and Digital Foods S.A.C. have chosen method (i).

Notes to the combined financial statements

19. Operating expenses

(a) The table below presents the components of this caption:

	2024	2023
	S/(000)	S/(000)
Cost of sales	7,336,308	7,287,265
Selling expenses	1,684,395	1,658,094
Administrative expenses	283,562	295,677
Total	9,304,265	9,241,036

The table below presents the components of operating expenses included in cost of sales, sales and administrative expenses captions:

	2024			
	Cost of sales	Selling expenses	Administrative expenses	Total
	S/(000)	S/(000)	S/(000)	S/(000)
Initial balance of goods, Note 6 (a)	2,368,530	-	-	2,368,530
Initial balance of raw material, Note 6 (a)	661	-	-	661
Initial balance of miscellaneous supplies, Note 6 (a)	1,548	-	-	1,548
Purchase of goods	7,247,072	-	-	7,247,072
Final balance of goods, Note 6 (a)	(2,324,708)	-	-	(2,324,708)
Final balance of raw material, Note 6 (a)	(140)	-	-	(140)
Final balance of miscellaneous supplies, Note 6 (a)	(1,209)	-	-	(1,209)
Impairment of inventories, Note 6 (c)	(466)	-	-	(466)
Personnel expenses	-	597,399	127,443	724,842
Depreciation, Note 10 (f)	2,775	161,416	11,006	175,197
Depreciation of right-of uses asset, Note 14 (b)	1,370	207,513	4,465	213,348
Amortization, Note 12 (e)	-	10,197	26,286	36,483
Services provided by third parties (b)	-	478,257	79,823	558,080
Advertising	-	79,955	288	80,243
Packing and packaging	-	15,795	257	16,052
Rental of premises	-	12,285	2,161	14,446
Low-value asset leases	80	7,557	7,590	15,227
Taxes	-	21,874	12,294	34,168
Provision for doubtful trade receivables, Note 5 (f)	-	4,895	46	4,941
Recovery of doubtful trade receivables, Note 5 (f)	-	(772)	-	(772)
Provision for doubtful other account receivables	-	532	21	553
Recovery of doubtful other account receivables	-	(1,895)	(73)	(1,968)
Insurance	-	14,528	1,508	16,036
Other charges (c)	-	74,859	10,447	85,306
Total	7,336,308	1,684,395	283,562	9,304,265

Notes to the combined financial statements

	2023			
	Cost of sales	Selling expenses	Administrative expenses	Total
	S/(000)	S/(000)	S/(000)	S/(000)
Initial balance of goods,	2,392,555	-	-	2,392,555
Initial balance of raw material	2,707	-	-	2,707
Initial balance of miscellaneous supplies	860	-	-	860
Purchase of goods	7,283,402	-	-	7,283,402
Final balance of goods	(2,452,269)	-	-	(2,452,269)
Final balance raw materials	(2,408)	-	-	(2,408)
Final balance of miscellaneous supplies	(788)	-	-	(788)
Impairment of inventories, Note 6 (c)	17,962	-	-	17,962
Cost of services	42,690	-	-	42,690
Personnel expenses	-	596,725	134,173	730,898
Depreciation, Note 10 (f)	1,348	162,586	12,275	176,209
Depreciation of right-of uses asset, Note 14 (b)	1,166	197,404	4,850	203,420
Amortization, Note 12 (e)	-	18,076	21,958	40,034
Services provided by third parties (b)	-	435,985	84,577	520,562
Advertising	-	88,369	588	88,957
Packing and packaging	-	17,495	662	18,157
Rental of premises	-	14,576	8,431	23,007
Low-value asset leases	40	6,689	3,316	10,045
Taxes	-	23,443	13,624	37,067
Provision for doubtful trade receivables, Note 5 (f)	-	4,738	9	4,747
Recovery of doubtful trade receivables, Note 5 (f)	-	(1,154)	(2)	(1,156)
Provision for doubtful others account receivables	-	992	-	992
Recovery of doubtful other account receivables	-	(1,488)	-	(1,488)
Insurance	-	12,923	1,795	14,718
Other charges (c)	-	80,735	9,421	90,156
Total	7,287,265	1,658,094	295,677	9,241,036

(b) Correspond mainly to expenses of electricity, water, telephone, premises maintenance services and transport services.

(c) Mainly include general expenses in stores.

Notes to the combined financial statements

20. Financial income and expenses

(a) The table below presents the components of this caption:

	2024 S/(000)	2023 S/(000)
Finance income		
Interest and others	10,864	3,386
Interest on cash	10,961	9,282
Dividends	1,188	1,199
Interest from loans to related parties	25	62
Total	23,038	13,929
Finance cost		
Interest on loans, borrowings and bonds payable	125,737	138,682
Interest on lease liabilities, Note 14 (c)	78,872	66,944
Accrual of the cost of structuring of financial obligations	4,953	4,557
Interest on the financing of "Call Spread"	4,253	5,042
Premium accrual "Call Spread"	19,403	19,241
Interest on loans to related parties	755	96
Accrued of value over time of the exchange of Derivative financial instruments (c)	7,576	7,535
Other financial costs	8,354	8,881
Total	249,903	250,978

(b) As of June 30, 2024 and December 31, 2023, there are interest payable for these obligations for approximately S/54,573,000 and S/52,932,000, respectively, which are recorded in the "Other payables" caption of the combined statements of financial position.

(c) As of June 30, 2024 and 2023, it corresponds to the transfer of other comprehensive income to result of period, related to the early settlement of the "Call Spread". See Note 9(a).

21. Transactions with related parties

(a) The following table provides the total amount of transactions with related parties for the relevant financial period ended June 30, 2024 and 2023:

	2024 S/(000)	2023 S/(000)
Income		
Sales	19,916	16,657
Rental income	14,906	17,045
Sales of fixed assets	37,382	40,684
Services income	28,769	22,653
Collection services	2,597	3,830
Interest income	6,484	27.00
Other	10,319	13,309
Total	120,373	114,205
Expenses		
Renting of premises and land	2,644	7,513
Reimbursement of expenses	31,807	34,223
Expenses from joint venture	2,132	2,665
Commissions	29,760	22,754
Interest	755	96
Other	14,461	5,236
Total	81,559	72,487

Notes to the combined financial statements

- (b) As a result of the transactions with related companies, the Companies recorded the following balances of receivables and payables as of June 30, 2024 and December 31, 2023:

	As of June 30, 2024 S/(000)	As of December 31, 2023 S/(000)
Receivables		
Financiera Oh! S.A.	33,845	32,865
Homecenters Peruanos S.A.	7,864	11,100
Tiendas Peruanas S.A.	6,961	8,903
San Borja Global Opportunities S.A.C.	2,268	5,785
Almacenes Guru S.A.C.	4,511	3,830
Cineplex S.A.	1,010	2,440
Banco Internacional del Perú S.A.A. – Interbank	823	1,693
Home Centers Oriente S.A.C.	910	1,493
Chelsea National Corp.	1,522	1,471
Real Plaza S.R.L.	1,149	686
Interseguro S.A.	19,334	138
Inmobiliaria Puerta del Sol	-	442
Interporperities Holding II	485	415
Bembos S.A.C.	446	463
Other	2,827	2,832
Total	83,955	74,556

	As of June 30, 2024 S/(000)	As of December 31, 2023 S/(000)
Payables		
PF Interproperties Perú (g)	57,202	54,322
InRetail Shopping Mall (h)	11,438	11,060
Homecenters Peruanos S.A (g)	22,789	23,476
Financiera Oh! (d)	53,106	43,500
Tiendas Peruanas S.A.	6,565	4,487
IR Management S.R.L.	4,096	5,095
Interproperties Holding II	9,042	8,533
Banco Internacional del Perú S.A.A. – Interbank:		
Credit lines and other	54	138
Guarantee deposit (f)	3,387	3,201
Real Plaza S.R.L.	5,978	3,923
Inmobiliaria Milenia S.A.	930	1,859
Almacenes Guru S.A.C.	-	1,137
Chelsea National Corp.	7,141	6,910
Interseguro Cia de Seguros S.A.	522	670
Intercorp Peru Ltd. (e)	305	15,879
Pinapp USA LLC.	591	906
San Borja Global Opportunities S.A.C.	346	901
Other	2,886	838
Total	186,378	186,835
Current portion	118,675	104,609
Non-current portion	67,703	82,226
Total	186,378	186,835

The policy of the InRetail Consumer Group is to make transactions with related companies at terms equivalent to those that prevail in arm's length transactions.

Notes to the combined financial statements

- (c) Outstanding balances at the year-end are unsecured and interest free, except for the financial obligations explained in note 15. There have been no guarantees provided or received for any related party receivables or payables. For the six-month period ended June 30, 2024 and 2023, the Companies have not recorded any impairment of receivables relating to amounts owed by related parties. This assessment is undertaken each financial year by examining the financial position of the related party and the market in which the related party operates.
- (d) In June, 2013, the Supermercados Peruanos Group and Financiera Oh! S.A., a related entity, signed the "Contract of Issuance and Administration of the "Oh!" credit card". This contract allows that Financiera Oh! S.A. can exclusively operate its "Oh!" credit card in the Supermercados Peruanos stores.

Likewise, as a consequence of such contract, as of June 30, 2024 and December 31, 2023, Supermercados Peruanos S.A. holds accounts payable to Financiera Oh! S.A. for approximately S/28,203,000 and S/22,877,000 respectively, which corresponded mainly to the collection of installments to users of the "Oh!" credit card, which normally are transferred to Financiera Oh! S.A. the day following of its collection.

- (e) On March, 2022, Supermercados Peruanos S.A. acquired the participation certificate held by Intercorp Perú Ltd. (related company) for a total amount of S/30,766,000, which will be paid in four installments, maturing in January 2024.

As of June 30, 2024, the Company made the payment of S/30,766,000 (as of December 31, 2023, S/15,383,000).

- (f) During 2020, Supermercados Peruanos S.A. renewed the contracts with Banco Internacional del Perú to rent financial modules located within our stores for an amount of S/3,393,000 as of June 30, 2024 and December 31, 2023. As of June 30, 2024 and December 31, 2023, the net present value of the balances related to the guarantee deposits amounted to S/3,387,000 and S/3,201,000, respectively.
- (g) As of June 30, 2024 mainly includes contributions from the affiliates Patrimonio en Fideicomiso D.S. N°093-2002-EF Interproperties Perú and Homecenters Peruanos S.A. for approximately S/46,117,000 and S/17,063,000, respectively (S/46,748,000 and S/17,594,000 as of December 31, 2023), these contributions arise from the joint venture agreements celebrated with the Company which establishes that the associates undertake to deliver cash in favor of the Company in exchange of having a participation in the results of the projects Mall "La Curva" and "Tarapoto". These agreements have a term of 30 and 60 years, respectively. For this reason it is recognized as a long-term liability.
- (h) On April 4, 2022, Supermercados Peruanos S.A. acquired the participation certificates held by InRetail Shopping Malls (related entity) representative of land, for a value of S/50,519,000 and collected S/36,933,000 and is presented in the Financial Statement of Cash flow, maintaining a payable balance of S/11,060,000.

Notes to the combined financial statements

22. Deferred revenue

The table below presents the components of this caption:

	As of June 30, 2024 S/(000)	As of December 31, 2023 S/(000)
Other operating leases as lessor	12,861	15,822
Loyalty program	18,434	17,740
Other deferred revenue	9,426	15,217
Total	40,721	48,779
Current portion	21,067	20,341
Non-current portion	19,654	28,438
Total	40,721	48,779

In 2009, Supermercados Peruanos S.A. signed a rental agreement with Patrimonio en Fideicomiso D.S. N°093-2002-EF Interproperties Perú, of a property located in Arequipa for a period of 30 years. During the year 2016, the Company received from its related party Patrimonio en Fideicomiso D.S. N°093-2002-EF Interproperties Perú S/15,300,000 as lost profits for the transfer to a third party, of a part of the property leased by the Company. As of June 30, 2024, the balance is S/6,451,000 (S/6,873,000 as of December 31, 2023). During 2024, S/422,000 has been recognized as accrued amount as an income (S/422,000, during 2023).

23. Commitments and contingencies

Commitments:

- (a) As of June 30, 2024, the Company and its Subsidiaries agreed with various financial entities to issue joint and irrevocable surety letters for amounts approximately S/67,762,000 and US\$7,389,000 (S/62,622,000, US\$5,018,000, €150,000 and B\$179,000 as of December 31, 2023) and letters of credit for amounts ascending approximately US\$52,228,000 and €217,000 (US\$45,772,000 and €106,000 as of December 31, 2023), for the fulfillment of the payment for the purchase of merchandise from foreign suppliers and commitment to faithful fulfillment of the contract.
- (b) In May 2018 the Company issued debt instruments in the local and abroad markets for S/385,800,000 and US\$400,000,000, respectively, which is guaranteed by the following subsidiaries: Quicorp S.A., Química Suiza S.A.C., Mifarma S.A.C. and Albis S.A.C. In March 2021, the issue of US\$400,000,000 was paid in full.

In March 2021, InRetail Consumer (Special Purpose Entity) issued Senior Secured Notes for US\$600,000,000 and S/555,000,000, which are guaranteed by the intercompany loans with Supermercados Peruanos S.A. and InRetail Pharma S.A.

Notes to the combined financial statements

Contingencies:

- (a) InRetail Pharma S.A., Albis S.A.C., Química Suiza S.A.C., Mifarma S.A.C., Jorsa de la Selva S.A.C., Quifatex S.A., Quimiza Ltd., Boticas IP S.A.C. and Vanttive S.A.C. maintain various civil, labor and tax legal processes for a total amount of approximately S/65,486,000 as of June 30, 2024 (S/62,171,000 as of December 31, 2023). In Management's opinion and its legal advisors, such legal processes must be resolved favorably for these components; consequently, it is not necessary to recognize additional related liabilities as of June 30, 2024 and December 31, 2023.
- (b) Eckerd Amazonia S.A.C. is in the process of claiming against the Tax Authority for determinations of debts and fines related to VAT for the period between January 2003 and June 2005 for approximately S/17,942,000. In Management's opinion and its legal advisors, these contingencies are considered as "Possible" and significant liabilities will not arise as a result of these as of June 30, 2024 and 2023. In July 2021, the tax court issued an unfavorable resolution to the Company for which a payment of S/17,942,000 has been made and recognized an expense of S/9,636,000, the Company will continue with the claim.
- (c) Supermercados Peruanos S.A. has been audited for the years 2004 to 2010, 2013 and 2015. As of the date of this report, the Company has challenged these rulings and, in the opinion of Management and its legal advisors, no significant liabilities will arise as a result of these situation, as of June 30, 2024 and December 31, 2023.

24. Business segments

For management purposes, the Companies are organized into business units based on their products and services and they have three reportable segments i) Food Retail, ii) Pharma and iii) Digital. No operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured consistently with operating profit or loss in the combined financial statements.

Transfer pricing between operating segments is on an arm's length basis in a manner similar to all transactions with third parties.

Notes to the combined financial statements

The following table presents the financial information of Companies by business segments for the six -month period ended June 30, 2024 and 2023:

	Food retail S/(000)	Pharma S/(000)	Digital S/(000)	Total segments S/(000)	Combination adjustments and intercompany eliminations S/(000)	Combined S/(000)
For the six month period ended June 30, 2024						
Revenue						
External income	5,734,456	4,291,428	20,876	10,046,760	-	10,046,760
Inter-segment	4,669	17,808	27,353	49,830	(49,830)	-
Total revenue	5,739,125	4,309,236	48,229	10,096,590	(49,830)	10,046,760
Cost of sales	(4,399,770)	(2,920,007)	(16,531)	(7,336,308)	-	(7,336,308)
Inter-segment	-	(9,613)	(13,022)	(22,635)	22,635	-
Gross profit	1,339,355	1,379,616	18,676	2,737,647	(27,195)	2,710,452
Gain on valuation at fair value of investment	2,495	-	-	2,495	-	2,495
Selling expenses	(903,537)	(765,976)	(33,789)	(1,703,302)	18,907	(1,684,395)
Administrative expenses	(127,106)	(147,436)	(8,303)	(282,845)	(717)	(283,562)
Other operating income, net	14,650	7,374	3,291	25,315	(4,753)	20,562
Operating profit	325,857	473,578	(20,125)	779,310	(13,758)	765,552
Exchange difference, net	(21,081)	(10,547)	9	(31,619)	2,738	(28,881)
Finance income	10,805	6,356	652	17,813	5,225	23,038
Finance costs	(156,667)	(92,988)	(52)	(249,707)	(196)	(249,903)
Profit before income tax	158,914	376,399	(19,516)	515,797	(5,991)	509,806
Income tax expense	(54,337)	(120,408)	(1,401)	(176,146)	2,400	(173,746)
Profit for the year	104,577	255,991	(20,917)	339,651	(3,591)	336,060
Attributable to:						
Owner of the parent	104,577	255,991	(20,917)	339,651	(3,609)	336,042
Non-controlling interests	-	-	-	-	18	18
Profit for the year	104,577	255,991	(20,917)	339,651	(3,591)	336,060

Notes to the combined financial statements

	Food retail S/(000)	Pharma S/(000)	Digital S/(000)	Total segments S/(000)	Combination adjustments and intercompany eliminations S/(000)	Combined S/(000)
For the six month period ended June 30, 2023						
Revenue						
External income	5,506,977	4,429,673	20,970	9,957,620	-	9,957,620
Inter-segment	7,207	17,564	21,430	46,201	(46,201)	-
Total revenue	5,514,184	4,447,237	42,400	10,003,821	(46,201)	9,957,620
Cost of sales	(4,215,779)	(3,055,312)	(16,174)	(7,287,265)	-	(7,287,265)
Inter-segment	-	(14,153)	(6,199)	(20,352)	20,352	-
Gross profit	1,298,405	1,377,772	20,027	2,696,204	(25,849)	2,670,355
Gain on valuation at fair value of investment	2,530	-	-	2,530	-	2,530
Selling expenses	(870,260)	(767,733)	(39,178)	(1,677,171)	19,077	(1,658,094)
Administrative expenses	(117,979)	(162,896)	(12,619)	(293,494)	(2,183)	(295,677)
Other operating income, net	9,504	4,099	30	13,633	(11)	13,622
Operating profit	322,200	451,242	(31,740)	741,702	(8,966)	732,736
Exchange difference, net	63,197	36,460	(1,000)	98,657	(12,137)	86,520
Finance income	2,667	8,088	428	11,183	2,746	13,929
Finance costs	(154,796)	(96,868)	(37)	(251,701)	723	(250,978)
Profit before income tax	233,268	398,922	(32,349)	599,841	(17,634)	582,207
Income tax expense	(80,737)	(130,453)	(552)	(211,742)	6,043	(205,699)
Profit for the year	152,531	268,469	(32,901)	388,099	(11,591)	376,508
Attributable to:						
Owner of the parent	152,531	268,469	(32,901)	388,099	(11,617)	376,482
Non-controlling interests	-	-	-	-	26	26
Profit for the year	152,531	268,469	(32,901)	388,099	(11,591)	376,508

Notes to the combined financial statements

Geographic information –

As of June 30, 2024 and December 31, 2023, the operations of all companies are mainly carried out in Peru, their income from foreign clients being not significant, and they do not maintain significant assets located in other countries to that date.

25. Fair value

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

When a financial instrument is traded in an active and liquid market, its quoted market price in an actual transaction provides the best evidence of its fair value. When a quoted market price is not available, or may not be indicative of the fair value of the financial instrument, other estimation techniques may be used to determine such fair value, including the current market value of another financial instrument that is substantially similar, discounted cash flow analysis or other techniques applicable, all of which are significantly affected by the assumptions used. Although Management uses its best judgment in estimating the fair value of these financial instruments, there are inherent weaknesses in any estimation technique. As a result, the fair value may not be indicative of the net realizable or settlement value.

The following methods and assumptions were used to estimate the fair value of the main financial instruments:

- (a) Financial instruments whose fair value are similar to book value
Assets and liabilities that are liquid or have short maturities (less than three months), such as cash and short-term deposits, trade and other receivables, trade and another payables and other current liabilities, approximate to their carrying amounts largely due to the short-term maturities of these instruments.
- (b) Fixed-rate financial instruments
The fair value of financial assets and liabilities at fixed interest rates and amortized cost is determined by comparing market interest rates at their initial recognition to current market rates related to similar financial instruments. The estimated fair value of interest-bearing deposits is determined through discounted cash flows by using market interest rates in the prevailing currency with similar maturities and credit risks.
- (c) Investment at fair value through equity
Fair value of available-for-sale financial assets is derived from quoted market prices in active markets, if available. Fair value of unquoted available-for-sale financial assets is estimated using a discounted cash flow technique.

Notes to the combined financial statements

Fair value hierarchy

The Companies use the following hierarchy to record or disclose, as required by the IFRS, the fair value of the financial instruments and investment properties recorded in the combined statements of financial position:

- Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.
- Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.
- Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The companies do not hold financial instruments whose fair value was determined through level 3, nor were there inter-level transfers during the six-month period ended June 30, 2024 and 2023. The Companies holds the following financial instruments at fair value:

- Available-for-sale investments whose fair value was determined under level 1 hierarchy.
- Derivative instrument whose fair value was determined under level 2 hierarchy.
- Bonds issued, and debts and loans that accrue interests, whose exposure fair values were determined through the Level 2 hierarchy.

26. Subsequent events

From July 1, 2024, to the date of this report's presentation, no significant event have occurred that would affect the financial statements beyond what is reported in the notes to the consolidated financial statements.