



EMBENTION SISTEMAS INTELIGENTES, S.A.

Polígono Las Atalayas, Calle del Chelín, Nº16, 03114 Alicante, Spain

www.embention.com

INFORMATION DOCUMENT

July 2026

ADMISSION TO TRADING OF SHARES ON Euronext GROWTH PARIS

Euronext Growth is a market operated by Euronext. Companies on Euronext Growth are not subject to the same rules as companies on a Regulated Market (a main market). Instead, they are subject to a less extensive set of rules and regulations adjusted to small growth companies. The risk in investing in a company on Euronext Growth may therefore be higher than investing in a company on a Regulated Market. Investors should take this into account when making investment decisions.

The present Information Document does not constitute a prospectus within the meaning of Regulation (EU) 2017/1129 of the European Parliament and of the Council of 14 June 2017 on the prospectus to be published when securities are offered to the public or admitted to trading on a regulated market, and repealing Directive 2003/71.

The present Information Document has been drawn up under the responsibility of the Issuer. It has been reviewed by the Listing Sponsor and has been subject to an appropriate review of its completeness, consistency and comprehensibility by Euronext

Copies of this Information Document are available free of charge on EMBENTION SISTEMAS INTELIGENTES, S.A.'s website [www.embention.com].

The proposed transaction does not require a visa from the Autorité des Marchés Financiers (AMF). This document was therefore not endorsed by the AMF.



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SECTION 1: GLOBAL INFORMATION ABOUT THE COMPANY

1. PERSON RESPONSIBLE

1.1 IDENTIFICATION OF RESPONSIBLE PERSONS

David Julián Benavente Sánchez, as Chief Executive Officer (CEO), acting for and on behalf of **EMBENTION SISTEMAS INTELIGENTES, S.A.** (hereinafter, “**Embention**”, the “**Company**” or the “**Issuer**”), hereby declares, after taking all reasonable measures for this purpose and to the best of his knowledge, that the information contained in this Information Document is in accordance with the facts and that the Information Document makes no material omission.

In accordance with the Certificate of the Board of Directors, the above-mentioned individual is expressly designated as the person responsible for the content of this Information Document on behalf of the Issuer.

1.2 LIABILITY STATEMENT

The person responsible for the Information Document referred to in Section 1.1 “Identification of responsible persons” above hereby declare the following:

“I declare that, to the best of my knowledge, the information provided in the Information Document is fair and accurate and that, to the best of my knowledge, the Information Document is not subject to any material omissions, and that all relevant information is included in the Information Document.”

1.3 INDEPENDENT ADVISORS AND EXPERTS

1.3.1 Listing sponsor

Armanext Asesores, S.L.

Calle de Velázquez 114, 2º izq., 28006 (Madrid)

+34 911 592 402

www.armanext.com

1.3.2 Auditor

Grant Thornton

P.º de la Castellana, 81, Tetuán, 28046 Madrid

+34 915 76 39 99

www.grantthornton.es

1.4 SOURCES FROM THIRD PARTIES

ARMANEXT ASESORES, S.L. declares that, “to the best of our knowledge, the information provided in the Information Document is accurate and that, to the best of our knowledge, the Information Document is not subject to any (material) omissions, and that all relevant information is included in the Information Document”.

2. STATUTORY AUDITORS

2.1 AUDITOR

The auditor, Grant Thornton, S.L.P. (hereinafter “Auditor”), has conducted an audit of the standalone annual accounts of the Company for the financial years ended December 31st 2024 and 2025. The auditor issued the report on May 29th, 2025 and May 13th, 2026, respectively. This information is analysed in Section 7 “Operating and Financial Review” of this Information Document.

2.2 RESIGNATION, REMOVAL OR RE-APPOINTMENT

The auditor was appointed by the Company on November 4th, 2025 for the audit of the annual accounts corresponding to the financial years ending December 31st, 2025 to 2027, both included. Any future changes regarding the auditor’s status, including potential removal, resignation, or re-appointment, will be detailed accordingly.

3. RISK FACTORS

Investing in the Company carries inherent risks. Potential investors should carefully review the risk factors outlined in this section before making any investment decision regarding the shares. The risks and uncertainties described below are not exhaustive; additional risks that are currently unknown to the Company or considered insignificant may also impact its business and negatively affect the share price. If any of the listed risks materialize, either individually or together, the Company's business, outlook, financial position, and/or operating results could be significantly affected, potentially resulting in a decrease in the value of the shares and the loss of all or part of the investment.

Investors should thoroughly evaluate these factors and consult their own advisors to assess the suitability of investing in the shares. This investment is only appropriate for those who understand the associated risks and can bear a complete or partial loss of their investment.

The information provided here is as of the current date and may change, be completed, or amended without prior notice. All forward-looking statements in this document are based on the information available as of today and do not imply an obligation to update them unless required by law. Investors should be aware that these statements are not guarantees of future performance and are subject to risks and uncertainties. Actual results may vary significantly from the projections due to various factors, including those outlined in this document.

The order of the listed risks reflects their likelihood, with the most probable listed first:

Risk Factor	Probability of Occurrence	Risk Impact
Concentration Risks	Medium	High
Regulatory Risks	Medium	High
Geographic revenue concentration and exposure to foreign currency Risks	Medium	Medium
Inflation, supply chain and component availability Risks	Medium	High

Share price volatility Risks	High	Medium
Outstanding warrants and potential dilution of shareholders Risks	High	Low
Share-based incentive program and impact on equity structure Risks	Medium	Low
Geopolitical Risks	Medium	Medium
Key employees Risks	Low	Medium
Related-party Risks	Low	Low
Defence market and increased use of drones in military environments Risks	Medium	Low
Revenue recognitions Risks	Medium	Low
Litigation and labour proceedings Risks	Low	Low
Public funding, grants and incentive-linked obligations Risks	Medium	Low
Technological and product evolutions Risks	Medium	Medium
Competition Risks	Low	High
Financing Risks	Low	Low

Growth and internationalisation Risks	High	Low
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3.1 CONCENTRATION RISKS

Issuer derives a significant portion of its revenues from a limited number of customers and, in particular, from a single principal customer. During FY 2025, the Company generated total revenues of €13,381,736, derived from a customer base comprising more than 100 active customers. While revenues are otherwise broadly distributed across this customer base, there was a material concentration in one customer, which accounted for approximately 62.7% of total revenues, equivalent to €8,386,890. The remaining revenues were generated from a diversified set of customers, none of which individually represented a comparable level of concentration.

This level of concentration reflects the current stage of development of the UAV and eVTOL industry, where certain customers operate large-scale aircraft development, integration, testing and certification programmes that may require significant volumes of engineering services and systems during specific periods. As a result, customers with more advanced or resource-intensive development programmes may represent a higher proportion of revenues at a given point in time.

The concentration of revenues in a single customer exposes the Company to economic, operational and strategic dependency risks. In particular, the loss, reduction, delay, renegotiation or non-renewal of contracts with this principal customer could have a material adverse effect on the Issuer's revenues, margins, cash flow visibility, financial planning and business prospects. In addition, the timelines and scope of customer programmes are subject to factors such as regulatory approvals, certification processes, funding availability and market adoption, which are largely outside the Issuer's control.

As a mitigating factor, the Company notes that this principal customer has represented more than 60% of total revenues for a period exceeding two consecutive years, indicating a stable and recurring commercial relationship to date. However, there can be no assurance that this customer will continue to contract the Company's services or products at similar levels in the future.

3.2 REGULATORY RISKS

The Issuer operates in a highly regulated industry and is subject to aviation, export control and product certification requirements across multiple jurisdictions. Its activities may be affected by

regulations and standards issued by authorities such as EASA, FAA and other national or international regulatory bodies.

Changes in applicable laws, regulations or certification standards, or delays in obtaining, maintaining or renewing certifications and approvals, may adversely affect the Issuer's ability to commercialize products, execute contracts or access certain markets.

The Issuer believes that regulatory compliance and certification capabilities represent a key competitive differentiator within the UAV and advanced aerial mobility industry. The Issuer complies with aerospace certification standards including DO178C, DO254 and DO160G, and was the first company specializing in drone autopilots to obtain both APDOA and POA certifications from the European Union Aviation Safety Agency (EASA).

The Issuer continuously monitors regulatory developments and maintains dedicated engineering, certification and airworthiness teams focused on ensuring compliance with evolving industry and aviation requirements. However, there can be no assurance that future regulatory changes or certification requirements will not adversely affect the Issuer's operations, commercialization timelines or financial performance.

Furthermore, Embention actively participates in sectoral and standardisation bodies, including EUROCAE, and maintains cooperation with authorities such as AESA and EASA. In addition, the Company is progressing with relevant certification processes, including APDOA and POA. While these initiatives may represent a competitive advantage and strengthen the Company's market positioning, they also require a significant allocation of technical, human and financial resources, and there is no guarantee that certification processes will be completed within the expected timelines, under the anticipated conditions, or without additional requirements being imposed.

3.3 GEOGRAPHIC REVENUE CONCENTRATION AND EXPOSURE TO FOREIGN CURRENCY RISKS

The Company has a broad international commercial footprint, with sales activities covering more than 70 countries worldwide. In FY 2025, the Company generated total revenues of €13,381,736, of which the American continent accounted for €10,121,960, representing approximately 75.6% of total revenues, followed by Europe with €2,064,037 (15.4%) and Asia with €1,096,055 (8.2%), with the remaining regions representing an immaterial portion of revenues. This revenue distribution reflects a significant geographic concentration in the American market, and in particular a strong exposure to the United States.

As a result of this concentration, the Company's operating performance, cash flows and financial results may be materially affected by macroeconomic conditions, market cycles, regulatory

developments, public or private investment trends and geopolitical factors impacting the United States. Any deterioration in economic conditions, changes in fiscal or trade policy, reductions in investment by major customers, or increased uncertainty affecting the U.S. market could have an adverse effect on demand for the Company's products and services and, consequently, on its results and financial position.

In addition, a substantial portion of the Company's revenues, receivables and commercial transactions is denominated in currencies other than the euro. In accordance with the Company's accounting policies, transactions denominated in foreign currencies are translated at the exchange rate prevailing at the transaction date, while monetary assets and liabilities are remeasured at year-end using the closing exchange rate, with resulting exchange differences recognised in profit or loss.

Accordingly, the Company is exposed to foreign exchange risk, including fluctuations between the euro and other currencies, particularly the U.S. dollar. Adverse movements in exchange rates may affect reported revenues, margins, cash flows and the valuation of assets and liabilities. In addition, the management of multi-currency transactions increases operational complexity in areas such as pricing, contracting, invoicing, collections and treasury management. The Company cannot guarantee that exchange rate movements, macroeconomic disruptions or financial market volatility in its principal markets will not have a material adverse effect on its financial condition, results of operations and prospects.

3.4 INFLATION, SUPPLY CHAIN AND COMPONENT AVAILABILITY RISKS

The Issuer relies on the availability of electronic components, semiconductors, manufacturing materials and specialized suppliers for the production of its systems and equipment. Supply chain disruptions, shortages, delays, price increases, inflationary pressures or reduced availability of critical components may adversely affect production schedules, operating margins and the Issuer's ability to meet customer demand. In addition, certain components may have limited sourcing alternatives due to certification, qualification or technical compatibility requirements, which may increase dependency on specific suppliers and procurement timelines.

The Issuer seeks to mitigate these risks through active inventory management, strategic stock planning and continuous monitoring of component availability and obsolescence. However, there can be no assurance that future supply chain disruptions or inflationary pressures will not adversely affect the Issuer's operations or financial performance.

3.5 SHARE PRICE VOLATILITY RISKS

The Company's shares are subject to significant potential price volatility due to market conditions, limited trading history, changes in investor sentiment, and macroeconomic factors unrelated to operational performance. Price and volume fluctuations may prevent shareholders from selling at desired prices or at all. The Information Document notes that smaller listed companies tend to experience elevated volatility. No mitigation beyond regulatory disclosure and market transparency is indicated.

3.6 OUTSTANDING WARRANTS AND POTENTIAL DILUTION OF SHAREHOLDERS RISKS

In connection with its financing and commercial arrangements, the Company has granted warrants entitling certain counterparties to subscribe for new shares of the Company upon the satisfaction of the applicable terms and conditions.

Assuming the full exercise of all outstanding warrants, the total number of shares outstanding would increase materially compared to the current share capital. Until exercised, the warrants do not form part of the share capital and do not confer any shareholder rights; however, their potential exercise must be taken into account when assessing the Company's fully diluted share capital, ownership structure and control profile.

The exercise of the warrants could have several adverse effects, including (i) dilution of existing shareholders' percentage holdings and voting rights, (ii) changes in the balance of influence among major shareholders, and (iii) potential downward pressure on the market value of the shares. In addition, the existence of warrants with different valuation references and exercise prices may affect the perception of the Company's valuation in the context of future equity financings or corporate transactions.

However, the Company notes that, pursuant to the relevant contractual arrangements, any third-party commercial partner that may become a shareholder following the exercise of such warrants will be subject to voting commitments aligning its voting rights with those of the current ultimate beneficial owner. As a result, the Company expects that, notwithstanding the potential dilution in economic terms, the current control structure will be preserved.

3.7 SHARE-BASED INCENTIVE PROGRAMME AND IMPACT ON EQUITY STRUCTURE RISKS

Embention Sistemas Inteligentes, S.A. has implemented a long-term share-based incentive programme for employees in the form of a Stock Options Plan, approved on 9 January 2023,

with the objective of aligning the interests of eligible employees with those of the Company and its shareholders through equity-based remuneration.

As at the end of fiscal year 2025, the Company had outstanding stock options corresponding to 11,133 shares, with additional options having been granted and exercised in prior periods. The Company has recognised the estimated fair value of stock options expected to be exercised under the Plan as “Other equity instruments”, with corresponding personnel expenses recognised in the income statement in fiscal years 2025 and 2024. The exercise of stock options has, to date, been settled through the delivery of treasury shares.

The existence and ongoing operation of the Stock Options Plan may have several potential effects on the Company and its shareholders. In particular, the exercise of stock options may lead to dilution of existing shareholders’ interests or a reduction in the Company’s treasury shares, depending on the settlement mechanism used. In addition, the recognition of share-based remuneration gives rise to non-cash personnel expenses, which may affect the Company’s reported results of operations.

Furthermore, in the context of a corporate transaction, liquidity event or change of control, the Stock Options Plan and the number of outstanding and vested options at the relevant time may need to be taken into account when assessing the Company’s fully diluted equity structure, the allocation of value between shareholders and beneficiaries of the Plan, and the overall economics of the transaction. Depending on the terms of the transaction and the treatment of outstanding options, this could affect the net consideration available to existing shareholders or the attractiveness of the transaction to potential investors or acquirers.

3.8 GEOPOLITICAL RISKS

The Issuer operates internationally and may be affected by geopolitical developments, international trade restrictions, sanctions regimes, export control measures or political instability in certain markets. Such factors may impact the Issuer’s ability to conduct business activities, supply products, access customers or execute international projects in specific jurisdictions. In addition, certain products and technologies developed by the Issuer may be subject to dual-use and defence-related export control regulations.

At the same time, evolving geopolitical and security dynamics have contributed to increased investment and strategic focus on aerospace, defence and autonomous systems technologies in various jurisdictions. However, there can be no assurance that such market developments will offset potential adverse effects arising from geopolitical instability or regulatory restrictions.

3.9 KEY EMPLOYEES RISKS

The Company's ability to maintain operational continuity and pursue development activities depends on retaining key technical and managerial personnel. The departure of key individuals may disrupt operations, delay projects, or impair client relationships, potentially increasing costs and affecting financial results. The Information Document identifies several key persons and outlines retention measures such as career plans, training, incentives, health insurance and stock option plans. Despite these measures, dependence on specific individuals remains significant.

3.10 RELATED-PARTY RISKS

During the financial years ended 31 December 2025 and 31 December 2024, the Company carried out material transactions with related parties, both through the profit and loss account and through balance sheet positions. These transactions included services received, services rendered, long-term loans to a subsidiary, trade receivables and payables, and shareholder financing, including a convertible loan granted by a significant shareholder.

In particular, services received from related parties amounted to €325,265 in 2025 and €278,714 in 2024, and services rendered to related parties amounted to €153,976 in 2025 and €10,000 in 2024, indicating an increase in the volume of intra-group and related-party operational interactions. Although these transactions were recognised in accordance with applicable accounting standards, the Company's results of operations may be partially dependent on services provided by, or rendered to, entities under common control or significant influence.

As at 31 December 2025, the balance sheet also reflects structural exposures to related parties, including long-term loans to group and associated companies amounting to €1,115,644, corresponding to credits granted to a subsidiary, as well as short-term financial debt of €500,002 arising from a convertible loan granted by Axon Innovation Growth IV, F.C.R., a shareholder of the Company. This financing arrangement will result in the mandatory conversion of the principal into equity upon maturity, leading to further dilution and reinforcing the influence of an existing shareholder.

The Company also maintains trade receivables and trade payables with its controlling entity, which, although not material individually, evidence ongoing commercial relationships with related parties. Such relationships may give rise to economic dependencies or affect the Company's liquidity, cash flows or bargaining position if terms were to deviate from market conditions or if related parties were unable or unwilling to continue providing services or financing on comparable terms.

Any adverse change in the relationship with related parties, the withdrawal of shareholder support, the non-renewal of services, or the modification of financing terms could have a material adverse effect on the Company's business, financial position, results of operations or prospects, particularly given the concentration of control and influence within a limited number of related parties.

3.11 DEFENCE MARKET AND INCREASED USE OF DRONES IN MILITARY ENVIRONMENTS RISKS

The use of drones in defence and security applications is experiencing significant growth at an international level. This trend may act as a catalyst for market maturation, accelerate technological adoption, foster industry consolidation and create new commercial opportunities for companies with advanced technological capabilities.

The Company believes that this process may represent a turning point for the drone sector and that market participants able to position themselves effectively at this stage may play a relevant role in the future market. However, increased exposure to the defence sector entails specific risks, including dependence on public budgets, long procurement cycles, heightened security, confidentiality and certification requirements, reputational risks, export restrictions, geopolitical sensitivity and potential changes in the strategic priorities of governments or institutional customers.

Moreover, the allocation of resources to defence-related opportunities could affect the balance between the Company's different business lines and, at certain times, limit its capacity to invest in or develop civil or commercial applications. The Company cannot guarantee that opportunities arising from the growth of the defence market will materialise into significant contracts, nor that such contracts will be secured on favourable terms or without assuming increased operational, regulatory or reputational risks.

3.12 REVENUE RECOGNITION RISKS

As at 31 December 2025, the Company reports advance payments from customers amounting to EUR 3,747,761, recorded under trade and other payables. The audited financial statements expressly state that this balance corresponds in full to amounts received in advance for development services pending performance at year-end and that the recognition of this balance in net turnover will depend on the Company's capacity to execute the contracted services outstanding at year-end.

Accordingly, if the Company is unable to deliver such development services in accordance with contractual requirements (including timelines, specifications or acceptance criteria), it may be required to defer revenue recognition, incur additional costs, and/or face customer claims, including potential refund requests or other contractual remedies. Such circumstances could adversely affect the Company's results of operations, cash flows and financial position.

3.13 LITIGATION AND LABOUR-PROCEEDING RISKS

The Issuer is exposed to the risk of being involved, from time to time, in several types of litigation or judicial or administrative proceedings, which may adversely affect its business, reputation and financial condition. Any such proceedings, whether commercial, administrative or labour-related, could result in financial liabilities, legal and procedural costs, management distraction, and reputational damage, thereby potentially impacting the Issuer's operations and financial performance.

Furthermore, given the size of the Issuer's workforce, which exceeds 200 employees, the Company may be exposed from time to time to labor-related claims or disputes arising in the ordinary course of business, including claims relating to employment conditions, dismissals or workplace matters. While no material labor proceedings are currently disclosed, any adverse outcome in existing or future commercial, administrative or labor proceedings could result in payment obligations, legal and procedural costs, management distraction and potential reputational damage, which may adversely affect the Issuer's financial position and results of operations.

3.14 PUBLIC FUNDING, GRANTS AND INCENTIVE-LINKED OBLIGATIONS RISKS

The Company benefits from public grants, subsidies and donations, which represent a significant component of equity and are primarily related to non-refundable grants awarded by public institutions to finance research and development activities. As at 31 December 2025, "Grants, donations and bequests received" amounted to €2.41 million (31 December 2024: €2.13 million).

The outstanding balance is predominantly composed of grants awarded by the Research Executive Agency of the European Commission, complemented by subsidies granted by the Agencia Valenciana de Innovación. These grants are mainly linked to R&D projects and innovation programmes aligned with the Company's core activities. During FY2025, the balance increased, reflecting new grants awarded during the year, partially offset by transfers to the income statement corresponding to the systematic recognition of grants as income in line with the depreciation or amortisation of the assets and projects they finance; in addition, operating

grants were recognised directly in the income statement in FY2025. In addition to grants recognised as equity, the Company reports other non-current financial liabilities classified as “convertible into grants, donations and bequests”, amounting to €1,236,099 as at 31 December 2025. These balances relate primarily to subsidised national and European consortium-based R&D projects, under which the Company may receive advance funding that remains subject to the achievement and proper justification of certain technical and operational milestones. As a result, such amounts may be treated as potentially repayable until the relevant grant conditions and supporting documentation have been fully satisfied, at which point they may ultimately be recognised as non-repayable grants.

Public grant schemes are typically subject to strict eligibility, performance, audit and reporting requirements, including the submission of supporting documentation demonstrating that the subsidised activities have been carried out as approved and that all conditions have been met. Consequently, any reduction, delay, non-award, suspension, reinterpretation of eligibility criteria, failure to meet milestones, deficiencies in supporting documentation or non-compliance with applicable conditions may result in (i) delays in the receipt of funding, (ii) the inability to reclassify amounts initially treated as repayable into non-repayable grants, and/or (iii) repayment (in whole or in part) of amounts received, potentially together with interest or penalties.

3.15 TECHNOLOGICAL AND PRODUCT EVOLUTION RISKS

The Company develops products and technological platforms that operate in a sector characterised by a high level of innovation, rapid development cycles and continuous evolution of the technical requirements imposed by customers, regulators and end-use applications.

Although the Company believes that its products currently occupy an advanced technological position within the international market for drone systems, the processing architectures employed may face technical limitations as operational complexity increases, including higher requirements for autonomy, safety, system integration and certification, as well as more demanding requirements from certain strategic customers.

As a result, the Company must continue to invest on a recurring basis in the evolution of its technological platforms, the development of new processing capabilities and the adaptation of its solutions to new operational environments. Any failure to anticipate or adequately execute such technological evolution could adversely affect the competitiveness of the Company's products, its technological leadership position, its ability to attract new customers and, ultimately, its results of operations, financial position and growth prospects.

3.16 COMPETITION RISKS

The UAV and aerospace technology sectors are highly competitive and characterized by rapid technological evolution. Existing competitors or new market entrants may develop technologies, products or solutions that compete with those offered by the Issuer. Competition may affect the Issuer's market share, pricing, margins, commercial opportunities and long-term growth prospects.

The market for certification-oriented and mission-critical flight-control systems presents significant technological, industrial and regulatory barriers to entry. The Issuer has more than 18 years of experience in the UAV industry and has developed extensive expertise in safety-critical avionics, certification processes and aerospace-grade flight-control technologies. The Issuer further believes that its certification capabilities, long-term customer relationships, proprietary technologies and industry track record position it favourably within a market characterized by a limited number of credible competitors in certifiable UAV and eVTOL avionics systems.

3.17 FINANCING RISKS

The Issuer may require additional financial resources in the future to support growth initiatives, capital investments, working capital requirements, international expansion or potential strategic opportunities. The Issuer currently generates positive cash flows and believes its financial position provides sufficient flexibility to support its current operations and planned growth strategy. However, future financing conditions may depend on market conditions, investor appetite, macroeconomic factors and the Issuer's operational performance.

There can be no assurance that additional financing, if required, will be available on favourable terms or within the desired timeframe.

3.18 GROWTH AND INTERNATIONAL EXPANSION RISKS

The Company is currently undergoing a growth phase involving increased activity volumes, greater operational complexity and heightened requirements in terms of planning, production, procurement, quality control and delivery. This growth is occurring in parallel with the Company's international expansion through subsidiaries in the United States, the United Arab Emirates and Austria, which adds further layers of operational, regulatory and managerial complexity.

Any inability to reduce or maintain competitive lead times could adversely affect customer satisfaction, limit the Company's ability to secure new contracts, result in contractual penalties, delay revenue recognition or negatively impact the Company's commercial reputation. These risks may be exacerbated in an international context, where coordination across jurisdictions, time zones and local operational frameworks may increase execution complexity.

Furthermore, rapid growth combined with international expansion may place strain on internal processes, supply chains, production capacity, quality control systems, information systems and available human resources. The operation of subsidiaries in different jurisdictions requires compliance with local regulatory, labour, tax, corporate governance, export control and certification frameworks, as well as the implementation of broader internal control, reporting and management systems to ensure consistent oversight at group level.

4. INFORMATION ABOUT THE ISSUER

4.1 HISTORY & DEVELOPMENT OF THE ISSUER

4.1.1 Legal and commercial name

Legal name: Embention Sistemas Inteligentes, S.A.

Commercial name: “Embention”

4.1.2 Place of registration, registration number and legal entity identifier (LEI)

Registered at the Commercial Registry of Alicante.

Spanish tax identification number (CIF)	A54249602
Registration Reference	Volume 3193, sheet A-107.047, page 150, section 8
Commercial Registry	Commercial Registry of Alicante
Legal Entity Identifier (“LEI”)	959800HC6GKQUQBXCJ98

4.1.3 Date of incorporation and length of life of the Issuer

Date	04/06/2007
Length of life	Indefinite

4.2 KEY DETAILS OF THE ISSUER

Country of residence: Spain

Registered office: Polígono Las Atalayas, Calle del Chelín, Nº16, 03114 Alicante, Spain

Tax Identification Number: A54249602

Legal form: Sociedad Anónima (“S.A.”)

Legislation under which the Issuer operates: Legislation of the Kingdom of Spain

Telephone number of its registered office: [96 511 54 21](tel:965115421)

Website: www.embention.com

4.3 KEY MILESTONES

2007 – Embention was founded in 2007 following the development of the Flamingo project, which originated within a business incubator in Alicante (Spain) and was led by a group of engineers that included Embention’s current CEO, David Benavente, as Sole Administrator. During his PhD studies, David explored the potential adaptation of JDAM (Joint Direct Attack Munition) technology for civilian applications, an idea that ultimately gave rise to the Flamingo project. His objective was to address wildfire suppression in a safer and more efficient manner, leading to the design of an autonomous, guided firefighting device using the first prototype of the Veronte Autopilot as its central control system.

The company was incorporated with an initial share capital of €3,016. In November, the founding shareholders carried out a capital increase of €127,275, establishing a pre-money valuation of €127,275. Subsequently, in December, founding partner David Benavente Sánchez completed an additional capital increase of €41,688, at a pre-money valuation of €260,582.

2008 – Embention specialized in its flagship product, the Veronte Autopilot, a critical avionics device for UAS and UAV systems. The company received the prestigious “Everis Foundation Entrepreneur Prize,” recognizing its technological innovation. In collaboration with INTA (Instituto Nacional de Técnica Aeroespacial), Embention developed HADA (Helicopter Adaptive Aircraft), a reconfigurable UAV capable of operating as both a helicopter and a fixed-wing aircraft.

2009 – The Veronte Autopilot 4X was developed, establishing itself as one of the most reliable autopilots in the market. It was utilized in various flight projects, including distribution, surveillance, and emergency support services. The Tizino Cuore Foundation’s Defidrone project also adopted this technology. During this period, EVERIS AEROESPACIAL Y DEFENSA, SLU became a shareholder in Embention, enabling significant expansion in commercial operations.

2010 – Under the trademark “NM&,” Embention began designing its own UAVs for applications such as mapping, surveillance, logistics, and agriculture. EVERIS AEROESPACIAL Y DEFENSA, S.L.U. invested €63,720 at a pre-money valuation of €321,365, resulting in a capital increase of €63,720.

2013 – Embention achieved a major milestone when the Veronte Autopilot became the first commercial autopilot for drones, UAS, and RPAS to comply with aeronautical regulations DO254 and DO178/ED standards, securing its position as a leader in the industry.

2014 – Project Pelican was developed with the objective of delivering a fully autonomous and highly resilient system, offering enhanced endurance and reliability. In this context, Embention partnered with Dronetech to optimize the design of a hybrid aircraft that combined a fixed-wing

structure with four engines, enabling both fixed-wing and multicopter flight modes. Autonomous flight was enabled through the integration of a single Veronte autopilot unit within this hybrid platform.

2016 – With sales reaching €0.6 million, Embention achieved its break-even point. Given both current operations and anticipated growth, the company required larger facilities and therefore relocated to Alicante, where its headquarters remain today.

2017 – Embention generated revenues of €1.3 million, representing a 110% annual growth rate. During this period, the company collaborated with Israel Aerospace Industries (IAI) on the Air Hopper project. The initiative focused on developing a compact unmanned aerial vehicle capable of fully autonomous flight over distances exceeding 8 km, carrying a payload of 150 litres with a minimum weight of 60 kg, in line with Ministry specifications. The system was designed to deliver cargo to a designated battlefield location, release the load, and return autonomously to base in the shortest possible time.

2018 – Revenue increased to €2.17 million, reflecting a 65% annual growth rate. That same year marked the official launch of the Airbus Skyways project, aimed at demonstrating the viability of drone-based last-mile parcel delivery. Given the critical importance of safety and reliability in delivery operations, Veronte Autopilot 4X—together with its advanced redundancy management—became the only drone autopilot system compliant with DO178 and DO254 standards for onboard software and hardware.

2019 – Embention participated in the Hexa project through the integration of Veronte Autopilot 4X. Hexa is an eVTOL solution for Urban Air Mobility developed by Lift Aircraft (Texas, USA), designed to transport passengers via piloted, all-electric drone flights. Acting as the core of the multirotor's Guidance, Navigation and Control (GNC) system, Veronte Autopilot 4X ensured operational stability and flight safety, including under component failure scenarios—an essential requirement for manned Urban Air Mobility operations.

2020 – Thanks to Veronte Autopilot 4X, EMT became the first company in Germany to successfully pass the VVZ1 TC and VVZ2 TC certifications with LufABw for the LUNA NG system. LUNA NG is a high-performance UAV developed by EMT for inspection and surveillance missions in extreme environments. During this period, manufacturing and validation processes were further enhanced, alongside an expansion of production facilities.

2021 – By the end of 2021, Embention had established itself as a market leader in autopilots and components for drones and UAM. The company's Veronte Autopilot 4X remained one of the most reliable systems available, with a broad range of applications in populated areas, including emergency support and surveillance.

2022 – In July, 2022, the Company implemented a significant reorganisation of its corporate governance structure following resolutions adopted by the General Shareholders' Meeting. The single-director management model was replaced by a board of directors composed of three members, and the resignation of the former sole director was formally acknowledged. Concurrently, new members of the board of directors were appointed for a six-year term, including a corporate director represented by its designated natural person and two additional directors. Furthermore, A share capital increase with pre-emptive subscription rights was approved and completed for a total effective amount of €5,000,037, through the issuance of 1,736,124 new shares (nominal value €0.06 and share premium €2.82 per share). Following the increase, the share capital was set at €358,961.04 divided into 5,982,684 shares. Finally, a major corporate milestone was reached with the company's admission to trading on Euronext Access Paris. The listing was intended to increase international visibility and reinforce the company's positioning within the aerospace and unmanned systems industry. By entering the public markets framework, Embention strengthened its transparency, credibility and institutional profile among customers, partners and certification authorities, supporting its long-term development in safety-critical flight control technologies.

2023 – The company developed distributed redundancy for eVTOL flight control systems. These architectures enhanced fault tolerance, system availability, and operational safety in flight-critical avionics, building on the company's experience in redundant autopilot design. This development reinforced the technological offering for aircraft manufacturers requiring high levels of reliability and certification readiness.

2024 – A strategic agreement was signed to support Amazon Prime Air's drone delivery program with safety-related hardware and software. The partnership focuses on supplying Embention's flight-critical avionics and control systems to enhance reliability and operational safety in large-scale autonomous drone operations. This collaboration reflects the company's commitment to innovation and excellence in unmanned aviation, expanding its presence in high-demand commercial applications and validating its technology with one of the world's leading logistics platforms. On December 20th, 2024 The issuance of warrants was approved and formalised by public deed; the warrants were stated to have been fully subscribed.

2025 – Embention established a subsidiary in the United Arab Emirates, marking a strategic step in the company's international expansion. During the year, Embention also signed a strategic agreement with EDGE, the leading defense group in the UAE, to explore collaboration opportunities in advanced autonomous and flight control technologies. In the same year, the General Shareholders' Meeting approved, on 4 November 2025, the appointment of the statutory auditor to audit the annual accounts for the financial years 2025 to 2027.

2026 – Embention is establishing a subsidiary in Los Angeles, United States, as part of its international expansion strategy. The U.S. market represents a major opportunity for advanced

autonomous and flight control technologies, particularly in the aerospace, defense and emerging eVTOL sectors. In addition, on 9 March 2026, the General Shareholders' Meeting approved the appointment of the Listing Sponsor and the admission to trading of all shares representing the Company's share capital on the relevant segment of Euronext Growth, Paris.

5. BUSINESS OVERVIEW

5.1 DESCRIPTION OF PRINCIPAL ACTIVITIES

5.1.1 Purpose, Vision and Values

Purpose

The company purpose is set out in Article 2 of its bylaws.

“Article 2 –Corporate Purpose

The objects of the company are:

The creation and marketing of all types of engineering and information systems services; and the provision of all types of technical consultancy services, both for public bodies and private entities.

The activities included in the corporate purpose may be carried out, in whole or in part, indirectly, through the ownership of shares or equity interests in companies with an identical or analogous purpose or by entering service contracts with other persons or companies, whatever their corporate purpose, for the performance and successful completion of the activities that constitute the corporate purpose.

Main CNAE: 7112 Technical engineering services and other activities related to technical consultancy.”

Vision

In the coming years, urban landscapes will see a proliferation of drones and eVTOLs. The focus is on developing essential technologies, such as detect-and-avoid systems, to facilitate their seamless integration into urban life. Working closely with regulators to shape a future where aerial mobility is safe and efficient.

Values

The Company refers to working daily to “enable drones to populate our skies”. At Embention, they believe in innovation and technological excellence as a differential factor. Some of their core values are:

- Strict validation & verification processes ensure the high quality in products.
- Continuous innovation and R&D policies to maintain their products as the state of the art.
- Compliance with DO178C, DO254, DO160G and Stanag standards for aircraft certification
- First company specializing in drone autopilots to obtain both APDOA and POA certifications from the European Union Aviation Safety Agency (EASA)
- Recognized leader in UAV and eVTOL certification, with pioneering achievements including participation in the certification of Amazon Prime Air’s MK30 drone (critical hardware and software supplier), the first Type Certificate in Europe for an 85 kg fixed-wing RPAS, the first company to successfully pass VV22 certification with the German military aviation authority (LufABw), and the first Design Organization Approval granted by ANAC (Brazil), alongside active involvement in global eVTOL programs supporting next-generation air mobility certification strategies

Embention provides value by enabling customers to integrate certified-grade autonomous flight technologies into their aircraft. The accounts and public communications highlight that:

- the Company develops “high-performance systems for UAVs and eVTOL”,
- and that its technologies serve as core control and avionics systems for clients' platforms.

Clients rely on Embention to reduce development time, achieve compliance with safety standards, and accelerate certification pathways for their aircraft. For example, the Company’s engineering services are used by customers developing but not yet commercialising their aircraft, requiring integration support to adapt Embention components to their designs.

5.1.2 General Description of the Issuer

Embention Sistemas Inteligentes S.A. was established in Alicante on 4 June 2007. The Company operates in the aerospace and unmanned systems sector, focusing on the development, industrialization and commercialization of flight-critical avionics, autopilots and control systems, as well as related engineering support activities.

The Company specialises in the manufacture of essential components and ready-to-fly systems, including eVTOL drones, for both civilian and defence applications. It is currently positioned as an industry leader in autopilots and components for drones and unmanned aerial vehicles (UAVs).

Embention's core expertise lies in the design of safety-critical flight control systems, avionics and redundancy architectures for UAVs and advanced aerial platforms, including eVTOL applications.

Since its establishment, the Company has been committed to developing its own proprietary technologies, continuously seeking to improve product efficiency and performance. Its activities are supported by specialised personnel in the drone sector.

The Company develops four product lines (Autopilots, Motor Controllers, Control stations, Tracking Systems and Avionics) and offers eight different services (Autopilot Training course, Autopilot Configuration & HIL Model, Complimentary Support, Onsite Engineering, Remote Engineering, Continuous Engineering, Certification Support and Airfield/facilities Rental).

Embention has internal industrial capabilities, including a workshop equipped with machinery for the production and assembly of its equipment prior to commercialization.

In addition to its headquarters, the Company operates manufacturing areas for electronic and mechanical components, an aircraft integration facility and a private airfield. Its testing and production infrastructure includes state-of-the-art equipment such as a climate chamber, vibration table, calibration table and assembly stations.

The Company serves more than 600 clients worldwide and operates across more than 70 countries, providing both remote and on-site support.

Embention currently employs over 180 professionals, mainly engineers specialised in hardware, software and aircraft design. The technical team is organised into independent development, production and testing units to ensure product reliability. Embention operates globally through its offices and operational centres in Spain (Alicante), the United States (Los Angeles) and the United Arab Emirates (Abu Dhabi), providing local support and solutions across its key international markets.

Its commercial model is supported by strategic partnerships with key industry players, including EDGE Group and Amazon, which reinforce a partner-based approach to market development. These partnerships contribute to strengthening long-term commercial relationships, enhancing market reach and supporting revenue visibility over time.

Innovation is a core element of Embention's strategy, as reflected in its continuous development of proprietary technologies and its focus on increasing product efficiency.

The Company relies on a highly specialised technical team and structured development processes to maintain high standards in safety-critical systems.

5.1.3 Business Model

The development, industrialization and commercialization of flight-critical avionics, autopilots and control systems, as well as related engineering support activities, are the core activities of the Company. Their area of expertise is the design of safety-critical flight control, avionics and redundancy systems for unmanned aerial vehicles (UAVs) and advanced aerial platforms, including eVTOL applications. The Company focuses on the UAV and advanced aerial mobility markets, supporting civil and defense applications through certified-oriented avionics and control solutions supplied to aircraft manufacturers and system integrators.

Its operational model therefore combines the sale of specialised products—mainly autopilots, avionics, and critical components—with professional services that support integration, tuning, verification, system configuration and technical assistance.

Revenue Generation

The Company generates a significant portion of its revenues through the sale of high-performance systems, including autopilots, avionics, motor controllers and related components for unmanned aerial vehicles (UAVs) and eVTOL platforms.

Sales are conducted under a product-based model, whereby customers purchase equipment for integration into their own aerial systems. Revenue is recognised upon the transfer of control of the goods to the customer, which occurs when the products are delivered and the customer has full capacity to determine their use and destination.

In addition to product sales, the Company generates revenues through the provision of technical consultancy and engineering services. These include configuration, integration, tuning and other support services related to the deployment of autonomous systems.

Revenues from services are recognised either at a point in time or over time, depending on when the relevant performance obligations are satisfied, in accordance with a five-step revenue recognition model.

The Company operates predominantly under a business-to-business (B2B) model, supplying products and services to organisations involved in the design, manufacture, testing or operation

of UAVs and eVTOL systems. Its customer base includes aerospace manufacturers, developers of unmanned aircraft and aerial mobility platforms, defence-related entities and industrial clients integrating autonomous systems.

Embention serves over 600 customers across more than 70 countries, including international partners engaged in commercial and industrial drone development.

The Company's revenue base currently reflects a degree of customer concentration, with the top five customers representing approximately 76% of consolidated revenues as of 31 December 2025. This concentration is primarily linked to the current stage of development of the UAV and eVTOL industry, in which the Company collaborates with major aerospace and advanced mobility customers during the design, integration, testing and certification phases of their aircraft platforms.

At this stage, customers typically acquire limited volumes of systems and engineering services associated with aircraft development and validation programs. The Company expects that, as these platforms progress towards commercial deployment and serial production, demand for its flight-control systems, avionics and related components may increase significantly through higher unit volumes and recurring supply requirements.

The remaining revenues are distributed across a diversified international customer base operating in multiple industries and geographic regions.

5.1.4 Business lines of activity

Products

1. Autopilots

Embention designs safety-critical autopilot systems for unmanned aerial vehicles (UAVs), unmanned aircraft systems (UAS), loitering munitions and eVTOL platforms. These systems support autonomous flight operations and are available with different redundancy architectures depending on mission and platform requirements.

1.1 Fight controllers:

- 1x: Miniaturized flight control system for drones, eVTOLs, and autonomous vehicles. Developed in accordance with avionics certification standards DO-178C (ED-12), DO-254 (ED-80), and DO-160. It integrates sensors, 4G BLOS communications, and Remote ID / ADS-B.



○

- 4x: Redundant control system for drones and eVTOL requiring certification or safety-critical operations. Developed under DO-178C, DO-254 and DO-160G standards, with a fail-operational architecture and no single point of failure.



- DRx: Designed to meet eVTOL certification requirements (DO178C / ED-12, DO254 / ED 80, and DO160) this Distributed Redundant Autopilot is the only flight controller for fly-by-wire and autonomous control “Ready To Fly” any eVTOL aircraft for UAM.



- KAI: High-performance flight control system with embedded AI for tactical, industrial operations. Developed to ensure maximum robustness in complex environments, it integrates neural processing, 4G BLOS communications, and safety-critical computing.



1.2 Simulation Tools:

- HIL (Hardware-in-the-Loop): HIL serves as a potent tool for Veronte Autopilot integration, development, and operator training. It allows safe system operation in a controlled environment before actual flights. The autopilot interprets simulated data as authentic sensor input.



- SIL (Software-in-the-Loop): facilitates the integration of the Veronte Autopilot and operator training, enabling safe operation in a controlled environment before performing actual flights. The autopilot interprets simulated data as if it were real sensors or devices.



1.3 Visual Navigation:

- VBN (Vision Based Navigation System): Vision Based Navigation System: Visual navigation system with advanced computer vision capabilities to revolutionize autonomous navigation. Equipped with algorithms for GNSS-denied and Sense and Avoid functionalities for UAV and eVTOL certification.



1.4 Accessories: Ancillary hardware and software components supporting the integration and operation of Veronte autopilot systems.

- Damping Systems: Vibration isolation solutions designed to protect avionics and improve sensor performance.
- Harnesses: Wiring solutions designed to simplify and standardize the integration of Veronte systems into aircraft platforms.
- SW (Code loading Tool): Software tool for firmware upload, configuration and system management of Veronte autopilots.

2. Avionics

Embention offers a range of avionics modules that complement its autopilot line by providing expansion, conversion, power management and datalink capabilities. Their purpose is to support integration across diverse aircraft architectures.

2.1 I/O: Expansion & Sensors

- **CEx:** Veronte Avionics CEX is a peripheral to ease the reduction of wire in autonomous vehicles at the time it permits to increase the number of devices in the system, enhancing the I/O connectivity and bus protection.



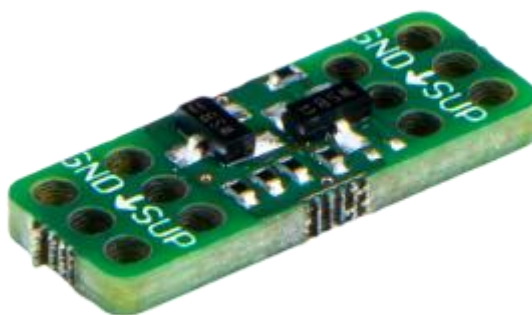
- **MEx:** The Veronte Avionics MEX magnetic compass is a peripheral that includes functionalities to enhance the I/O connectivity in the Veronte Autopilot, reducing wiring in autonomous vehicles and increasing the number of devices in the system.



- **Serial:** Boasting 2x UART, 1x RS232, and 1x RS485 ports, this high-reliability serial port converter is designed to facilitate the conversion of serial ports for high-performance operations. With miniaturized size, it adheres to rigorous reliability.



- **Shifter:** Miniaturized I/O level shifter designed to amplify or reduce binary signals (PWM or PPM). With a width of just 7 mm, it is ideal for systems where space is critical, it supports input signals from 1.6V supplying up to 12V output signals.



- **Stick:** Veronte Avionics Stick integrates USB sticks into any drone system, converting USB signals to generic PPM output. Compatible with most commercial sticks, pedals, levers, wheels, etc. It allows combining signals for creating custom flight decks.



2.2 Power Management: DC-DC Converters

- **Rxxf:** DC-DC converter for critical applications with a power output of 60W. Suitable for input voltages ranging from 14V to 160V, it is available in 12V or 24V output configurations. Lightweight OEM board or aluminum IP67 protection is possible.



- **R12S:** Voltage Regulator, engineered for redundant configurations and critical applications. With input voltages from 5.5V to 36V and selectable output from 3.3 to 12V it includes intelligent parallel connection for fail-operational redundancy.



2.3 Datalinks

- **SDL:** Reliable line-of-sight datalink operating at 400MHz, 900MHz or 2.4GHz. It enables wireless communication through an RS232 port for both point-to-point and point-to-multipoint setups, housed in a rugged, waterproof aluminum enclosure.



- **XDL24:** XDL24 provides secure data transmission in LOS operations with a robust enclosure. It has a USB-C connection for easy integration. Compatible with internal radio in Veronte Autopilot or Digi XBee modules.



3. Motor Controllers

Embention provides motor-control systems tailored for unmanned and eVTOL aircraft requiring precise propulsion management.

3.1 eVTOL Propulsion:

- **MC110:** Motor inverter for eVTOL, capable of supporting voltages up to 800V and currents up to 200A, designed for controlling both sensed and sensorless electric motors. It complies with aviation standards DO-178C and DO-254, ensuring safety and reliability.



3.2 Gimbal Control:

- **MC01:** Small brushless / stepper motor controller, in particular an ESC for critical actuator control, which can be controlled via PWM, CAN or I2C interfaces. It is used to control motors for precision applications like gimbal cameras or tracking systems.



4. Control Stations

Ground-control elements designed for mission management, command, telemetry and system monitoring.

4.1 Ground Control Station:

- **LCS (Light Control Station):** LCS is a ready-to-use system designed for high-performance autonomous vehicle operations. Thanks to its built-in battery and robustness for outdoor use, the LCS is positioned as a fully adaptable option for operators' most demanding needs.



- **PCS (Portable Control Station):** Veronte Control Stations PCS is an advanced ground station (GCS) optimized for the control of any Veronte Autopilot-powered vehicle. It contains all the necessary components for performing operations with UAVs and autonomous vehicles.



5. Tracking Systems

5.1 Tracking Antenna:

- **T28:** High-performance tracking antenna designed for long range communications in harsh environments. With single or dual directional antenna configurations, the

auto tracking capabilities permits to autonomously point the antenna to the drone.



For the year 2025, product sales were geographically distributed with approximately 3% generated in Spain, 25% across the European Union (EU) and 72% outside the EU.

Services

The Issuer provides a set of specialized services aimed at supporting the integration, configuration and operation of its flight-control systems and associated avionics. These services are delivered either remotely or on-site and are structured to facilitate the correct deployment of Veronte-based systems within client platforms. The scope and execution of each service depend on the technical requirements of the client project.

1. Autopilot Training Course

This service consists of a five-day training program covering the configuration and operation of vehicles equipped with the Veronte Autopilot. The program comprises three days of theoretical sessions combined with Hardware-in-the-Loop (HIL) simulation, followed by two days of field-based practical sessions. The course is designed for two participants, although additional attendees may be included subject to client needs.

2. Autopilot Configuration & HIL Model

This service includes the development of a HIL simulation model reflecting the client's aircraft and the creation of an adapted autopilot configuration. The scope covers definition of flight phases, design of control laws, establishment of failsafe procedures, gain tuning, and

configuration of actuators and auxiliary peripherals. All parameters are aligned with the operational and mission requirements specified by the client.

3. Complimentary Support

The Issuer provides technical support through a dedicated engineering team responsible for addressing queries related to the configuration, integration, tuning and operation of the Veronte Autopilot and associated equipment. This support is provided under a Joint Collaboration Framework and is intended to guide users during system integration activities.

4. Onsite Engineering

This service consists of engineering support delivered at the client's facilities. The scope may include assistance during initial flight operations with Veronte Autopilot, training, installation support, ground testing, iron-bird installation and verification, in-flight fine-tuning, advanced mission configuration and testing, and integration of peripherals. The service is made available in one-week or two-week periods.

5. Remote Engineering

Remote engineering services are delivered from the Issuer's facilities and may include real-time support via remote-desktop connection or the execution of engineering activities such as custom design tasks, advanced system configurations, software adaptations, certification support and preparation of technical documentation. These services are offered in 40-hour or 80-hour packages.

6. Continuous Engineering

This service provides ongoing engineering dedication for a specific client project. The assigned engineer works on a full-time or part-time basis depending on project requirements. A project manager may be designated to coordinate tasks, monitor progress and ensure alignment with the client's technical objectives. Billing is performed on a monthly basis.

7. Certification Support

The Issuer's airworthiness and verification teams provide support to clients engaged in certification processes for drones or eVTOL systems. Depending on project needs, the service may include execution of verification tasks, drafting of certification documentation, performance of failure analyses, calculation of Mean Time Between Failures (MTBF) and related engineering work.

8. Airfield and facilities Rental

The Issuer offers access to its facilities in Alicante (Spain) for activities such as iron-bird testing, aircraft integration, prototype wiring, flight testing and tuning. In addition, the Issuer maintains partnerships with external flight-test facilities located in various countries, which may be used for UAV integration and flight-test campaigns.

For the year 2025, For the year 2025, revenues from the sale of services were geographically distributed with approximately 2% generated in Spain, 4% across the European Union (EU) and 94% outside the EU

5.1.5 Level of diversification (relevant contracts with suppliers or customers, information on potential concentration of certain products)

Client Diversification

During FY 2025, the Company generated total revenues of €13,381,736, derived from a customer base comprising more than 100 active customers. The revenue structure reflects a broad distribution across customers; however, there is a material concentration in a single customer, which accounted for approximately 62.7% of total revenues, equivalent to €8,386,890. The remaining revenues were generated from a diversified set of customers, none of which individually represented a comparable level of concentration.

From a business line perspective, total revenues were composed of product sales amounting to €2,896,289, representing 21.6% of total revenues, and services, which generated €10,485,447, accounting for the remaining 78.4%. This revenue mix reflects the fact that Embention's customers typically require engineering and development services during the manufacturing and certification phases of their aircraft and drone programmes, until the relevant regulatory approvals are obtained to commence commercialisation. Once commercial operations begin, these customers subsequently engage Embention for the purchase of products. As a result, a higher proportion of revenues is recognised from services over the course of the year.

Supplier diversification

The Company worked with approximately 270 suppliers of products and services during the year. While the supplier base is broad, a limited number of suppliers represent a relevant share of total third-party input expenses. During FY 2025, the Company's supplier base was broadly diversified. The main supplier accounted for approximately 19.7% of total supplier expenses, representing an aggregate amount of €471,384. The second-largest supplier represented 7.2% of total expenses, while the remaining procurement costs were homogeneously distributed across a large number of suppliers, none of which individually reached a material level of concentration. The Company considers the dependency on its principal supplier to be limited,

as this supplier is non-exclusive and easily replaceable, with alternative providers readily available in the market.

The total supplier-related expenses considered for concentration purposes amounted to €2,391,874. This figure differs from the net procurement expense recognised in the FY 2025 income statement (€1,236,249) due to the specific accounting treatment applied during the period. Over the last year and a half, the Company carried out a comprehensive physical inventory review, involving the update and registration of all warehouse stock, including raw materials, work-in-progress and semi-finished products. As a result, the figures disclosed include the effects of inventory variation, which explains the difference between the procurement expense recognised in the profit and loss account and the cash outflows related to purchases during the period. Accordingly, the expenses considered correspond to procurement accounts, net of inventory variation, which may cause discrepancies when compared with gross purchase movements or cash flow figures.

Geographical diversification

Embention has a broad international commercial footprint, with sales activities covering more than 70 countries worldwide. In FY 2025, the Company generated total revenues of €13,381,736, with a significant geographical diversification across multiple regions. The American continent represented the largest share of revenues, accounting for €10,121,960 (75.64%), followed by Europe with €2,064,037 (15.42%) and Asia with €1,096,055 (8.19%). Revenues from Oceania and Africa amounted to €51,574 (0.003%) and €48,109 (0.003%), respectively. This distribution reflects the Company's international reach and its exposure to multiple geographic markets.

The following table presents the breakdown of the Company's revenue by geographic region and the corresponding percentage contribution of each region as of December 31, 2025.

<i>Continent</i>		<i>Revenue FY 2025 (€)</i>	<i>%</i>
1	America	10,121,960	75.6%
2	Europe	2,064,037	15.4%
3	Asia	1,096,055	8.2%
4	Oceania	51,574	0.0%
5	Africa	48,109	0.0%
Total	Total	13,381,736	100%

5.1.6 Strategic Roadmap

Embention's strategy is focused on strengthening its position as a leading global provider of autopilots, avionics and mission-critical components for unmanned aerial vehicles (UAVs) across both civil and defence applications. The Company aims to continue expanding its technological capabilities through the development of high-reliability and certification-oriented systems designed for advanced unmanned and autonomous aerial platforms.

The Company intends to continue investing in the development of new products and technologies, with a strategic focus on safety-critical components and systems meeting the highest industry and certification standards. This includes continued advancement in flight-control systems, avionics architectures, redundancy technologies and autonomous flight capabilities for UAV and eVTOL platforms.

Embention's growth strategy also includes the expansion of its industrial and operational footprint through the establishment of production facilities and offices in strategically relevant international markets. The objective is to strengthen proximity to customers, increase production capabilities and support long-term international commercial development.

The Company primarily expects to support its future expansion through organic growth, leveraging its existing technological capabilities, industrial expertise and international customer base. In addition, the Company may evaluate selective inorganic growth opportunities where these could strengthen technological capabilities, market positioning or operational scale.

Embention currently generates positive cash flows and believes its financial position provides sufficient flexibility to support its growth strategy and planned investments.

The Company's commercial approach is focused on establishing long-term partnerships with leading global aerospace, defence and advanced mobility players. Embention currently collaborates with blue-chip customers involved in the development of next-generation unmanned and autonomous aerial platforms, supporting their aircraft programs through the supply of flight-critical technologies and engineering capabilities.

5.2 DESCRIPTION OF PRINCIPAL MARKETS

5.2.1. Description of the principal markets in which the Issuer competes.

Industry Overview

Embention operates within the unmanned aerial vehicle (UAV) and advanced air mobility (AAM) industry, a sector that has experienced significant expansion in recent years. The Company focuses on the design, development, industrialisation and commercialisation of flight-critical avionics, autopilots and control systems for unmanned and advanced aerial platforms, including electric vertical take-off and landing (eVTOL) aircraft.

The UAV and AAM ecosystem encompasses a wide range of civil, industrial, governmental and defence applications. Internal documentation indicates that the UAV market includes military, commercial, governmental and consumer segments, several of which are demonstrating robust growth. Commercial UAV applications — including monitoring, surveying, mapping, precision agriculture, logistics and product delivery — represent the fastest-growing area, as adoption accelerates across multiple industries driven by technological advancements, cost efficiencies and increased operational effectiveness.

In parallel, the market for special-purpose drones has expanded considerably, supported by rising utilisation in defence, surveillance and security-related activities. OEM-level activity constitutes a substantial proportion of value creation within the sector, reflecting the high technical requirements associated with system assembly, integration and certification. Beyond UAVs, the eVTOL segment forms an integral component of the broader advanced air mobility environment, supported by increasing development activity across multiple geographies and growing demand for certified, safety-critical avionics and flight-control technologies.

Within this ecosystem, Embention operates in a highly specialised and safety-critical segment of the value chain, focused on certified autopilots, redundant avionics architectures, mission-critical embedded software, and integration and certification support for UAV and eVTOL platforms. This segment is typically positioned at OEM and subsystem level, where certification capability, system reliability, regulatory compliance and integration flexibility are key differentiating factors.

Global UAV Market

According to Grand View Research, the global UAV market is estimated to amount to approximately USD 35–40 billion in 2024, based on aggregated estimates across commercial and defence UAV segments.

Within this market, the commercial UAV segment is expected to grow from USD 12.0 billion in 2023 to USD 41.8 billion by 2030, implying a compound annual growth rate (CAGR) of approximately 19.5% over the period 2024–2030. This segment is commonly used as a proxy for the broader addressable commercial UAV market and reflects accelerating adoption across logistics, agriculture, infrastructure inspection, surveillance and delivery use cases.

Market growth is supported by the expansion of commercial UAV applications, increasing procurement of unmanned systems by defence forces, broader industrial adoption driven by

automation and digitalisation, and progressive regulatory developments enabling beyond visual line of sight (BVLOS) operations.

UAV Avionics and Flight Control Systems Market

The addressable market for UAV avionics and flight control systems represents a narrower but higher value-added segment within the broader UAV ecosystem. This segment is characterised by higher technological complexity, stringent certification requirements and higher barriers to entry relative to airframe manufacturing or non-critical subsystems.

According to Grand View Research, the avionics segment related to advanced air mobility (AAM) is estimated at approximately USD 2.6 billion in 2024 and is forecast to reach approximately USD 28.7 billion by 2035, representing a CAGR of approximately 24.8% over the period 2025–2035.

Growth in this segment is driven by increasing certification requirements, rising system complexity in industrial and defence UAV platforms, and a structural trend among OEMs toward outsourcing certified, safety-critical subsystems to specialised avionics providers.

Global Avionics Market

For contextual reference, the broader global avionics market was valued at approximately USD 44.7 billion in 2023 and is expected to reach approximately USD 85.3 billion by 2030, implying a CAGR of approximately 9.7% over the period 2024–2030.

In addition, the aerospace avionics market, which represents an adjacent benchmark, was valued at approximately USD 47.5 billion in 2024 and is forecast to reach approximately USD 116.9 billion by 2034, representing a CAGR of approximately 9.6% over the period 2025–2034. These benchmarks provide contextual support for the long-term structural growth of avionics and flight-control technologies across both manned and unmanned aviation.

eVTOL and Advanced Air Mobility Market

The eVTOL and advanced air mobility market is currently at an early stage of development but is characterised by high growth expectations.

According to Grand View Research, the global eVTOL / AAM market is estimated at approximately USD 2.07 billion in 2024 and is projected to reach approximately USD 28.6 billion by 2030, implying a CAGR of approximately 54.9% over the period 2024–2030 under a conservative to mid-case scenario. Alternative industry estimates indicate a market size of approximately USD 2.8 billion in 2024, growing to approximately USD 38.6 billion by 2034, with estimated CAGRs in the range of 29.8%–33.4%.

Growth expectations for this segment are supported by urban air mobility initiatives, investment from aerospace, automotive and technology OEMs, progress in certification frameworks and increasing demand for low-emission transport solutions.

According to Grand View Research, the combined drones and AAM sub-segment is estimated at approximately USD 8.9 billion in 2024 and is forecast to reach approximately USD 95.0 billion by 2035, representing a CAGR of approximately 24.5% over the period 2025–2035.

Geographic Markets

The Company's market presence extends globally, with activity in countries from Europe, North America, South America, Asia, Africa and Oceania. Engagement across these regions includes the supply of UAV and eVTOL avionics, integration support and project-specific deployment services.

Key market drivers

1. Defence and Security Demand

- Increasing global defence budgets allocated to unmanned systems
- Growth in ISR (intelligence, surveillance, reconnaissance) applications
- Border surveillance and maritime monitoring programs

2. Regulatory Evolution and Certification

- Expansion of BVLOS (Beyond Visual Line of Sight) approvals
- EASA and FAA frameworks enabling certified UAV operations
- Rising demand for safety-critical, certifiable avionics systems

3. Industrial Automation and Efficiency

- UAV adoption in agriculture, mining, energy and infrastructure inspection
- Cost reduction versus manned operations
- Demand for real-time data collection and analytics

4. Growth of eVTOL and Urban Air Mobility

- Investment from aerospace, automotive and technology players
- Push toward low-emission transport systems
- Increasing need for redundant, certifiable flight control systems

5. OEM Outsourcing of Subsystems

- UAV manufacturers increasingly rely on specialised avionics providers
- Focus on modular and platform-agnostic systems

- Growth of subcontracting for safety-critical components

Key risks and constraints

1. Regulatory and Certification Risk

- Long and complex certification cycles (EASA/FAA)
- Evolving regulatory frameworks for autonomous systems
- Risk of delays in product approval and commercialization

2. Technology and Development Risk

- High R&D intensity and rapid technological change
- Risk of obsolescence in avionics architectures
- Dependence on software reliability and redundancy systems

3. Market Adoption Risk (especially eVTOL)

- eVTOL market still in early-stage development
- Uncertainty regarding mass commercial adoption timelines
- Infrastructure readiness (vertiports, air traffic integration)

4. Customer Concentration and OEM Dependence

- Dependence on aerospace OEM programs with long development cycles
- Exposure to delays or cancellations in aircraft platforms

5. Export Control and Geopolitical Risk

- Dual-use export restrictions affecting international sales
- Geopolitical constraints impacting key markets (Middle East, Asia)
- Compliance burden in defence-related contracts

Competitive positioning

The certified UAV avionics segment is characterised by high regulatory and technical barriers, a limited number of qualified suppliers and high switching costs resulting from certification and integration requirements. Market participants typically operate under long development cycles aligned with aircraft certification programmes.

The sector includes a mix of established aerospace groups and emerging technology companies, with competition focused on performance, reliability, certification capability and integration

flexibility. The increasing importance of regulatory compliance and certification standards acts as a key differentiating factor among avionics and subsystem providers.

Embention operates within a highly specialised segment of the aerospace and unmanned systems industry focused on mission-critical and certification-oriented flight-control technologies. Internal documentation indicates that this segment is characterised by high technological complexity, significant regulatory barriers to entry and a limited number of credible global competitors capable of delivering certifiable UAV and eVTOL avionics systems.

The Company's systems are designed to be platform-agnostic and are integrated across a broad range of UAV and AAM applications, including civil, defence, logistics, surveillance, industrial inspection and advanced air mobility platforms. Due to the safety-critical nature of these systems, certification requirements and integration complexity may create significant switching costs and support long-term customer relationships throughout the lifecycle of aircraft programmes.

The following includes some of the most prominent competitors in the sector in which the Company operates.

- **UAV Navigation (Grupo Oesía)**

AV Navigation, part of the Grupo Oesía industrial and defence group based in Spain, develops guidance, navigation and control (GNC) systems for unmanned aerial vehicles. The company focuses primarily on safety-critical autopilot solutions for defence and governmental UAV programmes, with strong penetration in European military applications. Its product offering includes flight control computers and autopilot systems designed for tactical UAV platforms. UAV Navigation operates in a segment closely adjacent to Embention's core business and represents one of the most comparable European players in certified UAV flight control systems, particularly within defence-oriented applications where reliability, redundancy and integration with mission systems are critical requirements.

- **MicroPilot**

MicroPilot, headquartered in Canada, is a specialist provider of autopilot systems for unmanned aerial vehicles. The company offers a range of flight control solutions for fixed-wing, rotary and hybrid UAV platforms, primarily targeting small and medium-sized unmanned systems. Its product portfolio includes integrated autopilots and associated software development kits designed for commercial, industrial and defence applications. MicroPilot operates in the broader UAV avionics segment and represents a functional competitor in the autopilot submarket, although its positioning is generally

more oriented towards off-the-shelf solutions for UAV integrators, with a lower emphasis on high-end certification standards compared to Embention's safety-critical and certifiable flight control systems.

- **Collins Aerospace (RTX Corporation)**

Collins Aerospace, a division of RTX Corporation (formerly Raytheon Technologies), is a global aerospace systems supplier providing advanced avionics, flight control systems and mission-critical aerospace technologies. The company serves major commercial, defence and emerging urban air mobility (UAM) programmes, including eVTOL aircraft developers. Its flight control and avionics solutions are typically integrated into large-scale OEM aircraft platforms, positioning Collins Aerospace at a significantly higher industrial scale compared to Embention. While Collins operates within the broader domain of flight control and autonomous systems, its competitive exposure to UAV autopilot subsystems is indirect, as it primarily addresses full-system aerospace integration rather than specialised UAV-centric autopilot components.

- **Honeywell Aerospace**

Honeywell Aerospace is a global leader in avionics, navigation systems and flight control technologies for commercial aviation, defence and advanced air mobility applications. The company develops highly integrated avionics suites, including autonomy-enabled systems relevant to eVTOL and unmanned platforms. Honeywell's presence in urban air mobility programmes and certified flight control architectures places it within the broader competitive landscape for Embention in eVTOL-related avionics. However, Honeywell primarily operates at the level of large-scale aerospace OEM integration and certified avionics platforms, rather than specialised UAV autopilot subsystems, resulting in an indirect but strategically relevant competitive overlap.

- **Thales Group**

Thales is a multinational defence and aerospace group active in avionics, mission systems, air traffic management and electronic defence systems. The company participates in a wide range of military and civil aerospace programmes, including unmanned systems and autonomous platforms. Within UAV-related applications, Thales provides mission systems, command and control architectures and avionics components primarily for large defence programmes. Its competitive interaction with Embention is indirect, as Thales operates at system and platform level rather than focusing on standalone certified autopilot subsystems for UAVs. Nonetheless, its presence in defence UAV avionics represents a relevant element of the broader competitive ecosystem.

- **BAE Systems**

BAE Systems is a global defence and security company engaged in the development of military aircraft, electronic systems and autonomous defence technologies. The company participates in unmanned aerial systems primarily through integrated defence programmes, where it provides mission-critical systems, autonomy solutions and aircraft-level control architectures. Its UAV-related activities are embedded within large-scale defence platforms rather than modular autopilot systems. As such, BAE Systems does not directly compete with Embention in the UAV autopilot subsystem market, but it remains an indirect competitor within the broader defence UAV avionics and autonomy ecosystem.

5.2.2 Basis for any statements made by the Issuer regarding its competitive position

Regarding its competitive position or landscape the Company has made no statements.

5.3 INVESTMENT DESCRIPTION

5.3.1 Past investments for each financial year for the period covered by the historical financial information

Financial Year 2024

During the financial year ended 31 December 2024, the Company's investments were mainly focused on intangible assets, in particular on internally generated development projects, in line with the nature of its activities.

According to the statement of cash flows, total cash outflows related to investment activities amounted to €9,258,149, mainly corresponding to:

- investments in intangible assets, amounting to €1,417,346, primarily related to capitalised development costs and computer software. Capitalised development costs corresponded primarily to internal R&D activities, including personnel costs, laboratory materials, travel expenses and external advisory services directly attributable to development projects. Capitalised software mainly related to development and engineering tools used in product and systems development;
- investments in property, plant and equipment, amounting to €384,857, mainly related to machinery, laboratory and testing equipment, IT equipment, furniture and technical installations used to support engineering, development and production activities;

- investments in other financial assets, amounting to €7,455,946, consisting of €2.50 million invested in money market funds and €4.96 million invested in fixed-term deposits with short-term maturities.

Financial Year 2025

During the financial year ended 31 December 2025, the Company continued to invest primarily in development activities and strategic assets supporting its core business.

Cash outflows from investment activities in 2025 amounted to €5,969,983, mainly comprising:

- investments in intangible assets for an amount of €2,017,446, mainly corresponding to the capitalisation of internally generated R&D expenditure, primarily comprising R&D payroll (€1.70 million), laboratory materials (€0.12 million), related social security costs (€0.02 million) and R&D travel (€0.01 million), together with additions of computer software (€0.18 million);
- investments in property, plant and equipment for an amount of €186,893; mainly relating to additions of machinery (€85.3 thousand), information technology equipment (€63.8 thousand), furniture (€27.0 thousand) and technical installations (€8.8 thousand), together with minor additions to other property, plant and equipment;
- investments in other financial assets for an amount of €2,650,000, reflecting cash movements related to the renewal and maturity management of money market funds and fixed-term deposits, including reinvestments and changes in maturity classification compared to prior years, and;
- investments in companies of the group and associated entities, amounting to €1,115,644 *corresponding to credits granted to Embention Avionics Components and System Manufacture LLC SPC (UAE).*

5.3.2 Material investments that are in progress or for which commitments have already been made, including geographic distribution and the method of financing

The Company operates primarily in the design, development, manufacture and commercialisation of avionics hardware and proprietary software systems, as well as the provision of related engineering services. In this context, Embention follows a progressive and project-driven investment approach, whereby investments are undertaken in response to identified operational and development needs.

While the historical financial information reflects recurring annual investments primarily in technical installations, proprietary software and other technology-related assets, consistent with Embention's activity in avionics systems and software development, no material investments in progress, assets under construction or contractually committed capital expenditures have been identified in the following months.

5.4 PATENTS, LICENSES, TRADEMARKS AND DOMAIN NAMES

5.4.1 Information regarding patents, licenses, industrial, commercial or financial contracts etc.

Below are detailed the key licenses, trademarks, domains, and financing agreements with banking entities held by the Company as of the publication date of this Information Document.

Licenses

The company holds all the necessary environmental and operational licences, as well as the required certification for the development and implementation of intelligent structures and systems for the guidance of unmanned aircraft.

Trademark



Holder's trading name: Embention Sistemas Inteligentes, S.A.

Date of submission of application: 13th of July 2017

Date registration granted: 23rd of November 2017

Register Number: 375.550



Holder's trading name: Embention Sistemas Inteligentes, S.A.

Date of submission of application: 13th of July 2017

Date registration granted: 15th of December 2017

Register Number: 3.675.488



Holder's trading name: Embention Sistemas Inteligentes, S.A.

Date of submission of application: 13th of July 2017

Date registration granted: 21st of February 2018

Register Number: 3.675.490

Internet Domains

The domain of the Company's webpage (www.embention.com), as well as other related domains, is registered and owned by the Company.

Patents

As of the date of this Information Document, the Company does not hold any registered patents.

Financial Contracts

The Company had the following bank loans outstanding as of 31 December 2025:

Debt pool	Type	Outstanding amount 31/12/2025	Interest	Maturity
Banco Santander	ICO Guaranteed Loan	€239,766	2.84%	2028
BBVA	ICO Guaranteed Loan	€219,786	1.50%	2028
Banco Sabadell	ICO Guaranteed Loan	€139,864	1.50%	2028
Caja Rural	Afin SGR Guaranteed Loan	€695,893	1.80%	Annual renewal
BBVA	Financing Facility	€734,252	3.02%+EURIBOR	2026 (November)

BBVA	Financing Facility	€176,667	0.00%+EURIBOR	2026 (January)
Total		€2,206,228¹		

FICO-Guaranteed Loan – Banco Santander

- Initial amount: €600,000
- Date of signature: April 3rd, 2020
- Interest rate: 2.84%
- Maturity: 2028
- Outstanding balance as of December 31st, 2025: €239,766
- Non-current portion: €138,035

ICO-Guaranteed Loan-BBVA

- Initial amount: €550,000
- Date of signature: April 9th, 2020
- Interest rate: 1.50%
- Maturity: 2028
- Outstanding balance as of December 31st, 2025: €219,786
- Non-current portion: €126,533

ICO-Guaranteed Loan- Banco Sabadell

- Initial amount: €350,000
- Formalisation: 2020
- Interest rate: 1.50%
- Maturity: 2028
- Outstanding balance as of December 31st, 2025: €139,864
- Non-current portion: €80,520

Afin SGR-Guaranteed Loan- Caja Rural

- Initial amount: €1,000,000
- Date of signature: April 27th, 2022

¹ The difference between the outstanding amount of financial debt shown in the loan schedule (€2,206,228) and the balance sheet figure (€2,248,692) is mainly attributable to credit card balances, which are settled on the 5th day of the following month and are therefore recorded as outstanding at the reporting date.

- Interest rate: 1.80%
- Maturity: 24 months
- Outstanding balance as of December 31st, 2025: €695,893
- Non-current portion: €574,231

The financing agreements entered into by the Company contain customary early termination and acceleration clauses applicable in the event of payment default and other general contractual breaches, including, inter alia, failure to comply with payment obligations or other material undertakings under the relevant agreements.

No financial covenants (including maintenance ratios or performance-based financial tests) are expressly provided for in the financing agreements reviewed. In addition, the agreements do not contain change of control clauses, nor do they provide for automatic acceleration, termination or modification of terms as a result of changes in the Company's shareholding structure or control.

The aggregate outstanding balance of bank borrowings derived from the above loans amounts to €919,319.20, which reconciles fully with the non-current bank borrowings recognised in the balance sheet as of 31 December 2025.

Financing Facilities with BBVA

The Company has entered into an unsecured credit agreement with Banco Bilbao Vizcaya Argentaria, S.A. (BBVA) with a maximum nominal amount of €800,000, formalised by notarial policy on 19 November 2025. The facility bears interest at a nominal annual rate of 3.02% plus six-month EURIBOR and has a final contractual maturity date of 30 November 2026. As of year-end, the drawn amount under this facility amounted to €734,252.

The Company has entered into an additional credit facility agreement with Banco Bilbao Vizcaya Argentaria, S.A. (BBVA) with a maximum nominal amount of €530,000, executed on 16 October, 2025. The facility bears interest at a nominal annual rate of 0.0% plus six-month EURIBOR and has a final contractual maturity date of January 31, 2026. The drawn amount at year end is €176,667.

The financing agreements entered into by the Company contain customary early termination and acceleration clauses applicable in the event of payment default and other general contractual breaches, including, inter alia, failure to comply with payment obligations or other material undertakings under the relevant agreements.

No financial covenants (including maintenance ratios or performance-based financial tests) are expressly provided for in the financing agreements reviewed. In addition, the agreements do

not contain change of control clauses, nor do they provide for automatic acceleration, termination or modification of terms as a result of changes in the Company's shareholding structure or control.

Financing Facilities Not Drawn with Banco Sabadell

As of 31 December 2025, the Company also had a financing facility for other transactions with Banco Sabadell with a maximum limit of €125,000, which had not been drawn at year end.

Other long-term financial liabilities

As of 31 December 2025, other non-current financial liabilities amounted to €1,236,099, measured at amortised cost. This balance corresponds to long-term liabilities classified as *"convertible into grants, donations and bequests"*, primarily related to subsidised national and European consortium-based R&D projects.

Under these programmes, the Company typically receives advance funding subject to the achievement and proper justification of certain technical and operational milestones. Consequently, auditors classify such amounts as potential repayable liabilities until the relevant grant conditions and supporting documentation have been fully satisfied, at which point they may ultimately be recognised as non-repayable grants.

Convertible Debt with Axon Innovation Growth IV, F.C.R.

On 6 February 2025, the Company entered into a convertible loan agreement with Axon Innovation Growth IV, F.C.R., a shareholder of the Company, for a total principal amount of €500,002. The loan bears a fixed annual interest rate of 3.5% and has a maturity date of 5 February 2026. As of the date of the Information Document the debt was not converted into equity.

Under the terms of the agreement, the loan was granted to finance the development of the Company's business and was fully disbursed on the signing date. Upon maturity, the principal amount of the loan is subject to mandatory conversion into equity, while accrued interest is payable in cash. The conversion must be executed within a maximum period of fifteen (15) business days following the maturity date, through a capital increase by means of set-off of the outstanding principal.

The conversion will result in the issuance and subscription by the lender of 57,871 new shares, representing 0.958041% of the Company's share capital, based on a pre-money valuation of €51.69 million. The shares to be issued will be created free of any encumbrances and will carry the same political and economic rights as the existing shares.

As of the date of formulation of the Annual Financial Statements, the convertible loan remained outstanding and had not been repaid or converted. The loan is therefore recognised as short-term financial debt in the balance sheet as of 31 December 2025.

5.5 REFERENCE TO ENVIRONMENTAL ASPECTS THAT MAY AFFECT THE ISSUER'S ACTIVITY

The Company's activities consist of the design, development, testing and industrialisation of flight-critical avionics systems, autopilots, embedded software and related engineering services for unmanned aerial vehicles (UAVs) and advanced air mobility platforms, including eVTOL aircraft.

These activities are predominantly engineering, electronics and software-based, and do not involve energy-intensive industrial manufacturing processes, large-scale material extraction, or direct aircraft operations. As a result, the Company's direct environmental footprint is generally limited compared to traditional aerospace manufacturers or industrial production entities.

The Company's operational activities may give rise to limited and indirect environmental impacts, primarily associated with:

- The assembly and testing of electronic and avionics components
- The use of electronic equipment, laboratory instrumentation and IT infrastructure
- The generation of electronic waste (e-waste), including obsolete components, circuit boards and testing materials
- Energy consumption associated with development, testing and office facilities

These impacts are typically low in scale and intensity, and are consistent with those observed in high-technology engineering and electronics design companies. Standard waste management, recycling and hazardous material handling procedures applicable under EU and local environmental regulations are expected to mitigate these effects.

Although the Company does not operate aircraft or conduct flight operations, its products are integrated into UAV and eVTOL systems operated by third parties. In this context, potential environmental considerations arise indirectly through:

- The deployment and operational use of UAVs in civil and defence applications

- The lifecycle environmental footprint of aircraft systems incorporating the Company's avionics
- The eventual end-of-life disposal or recycling of UAV systems and electronic components

Unmanned aerial vehicles and eVTOL systems may, in certain applications, contribute to lower emissions compared to traditional manned aviation or ground-based logistics, particularly in short-range transport, inspection and surveillance missions. However, these potential benefits depend on the specific use case and operational profile of the end user rather than the Company's own activities.

The UAV and advanced air mobility sectors are increasingly influenced by broader environmental and sustainability trends, including:

- The potential substitution of ground-based or fossil-fuel-intensive transport with electric or hybrid aerial systems
- Increasing focus on energy efficiency in autonomous systems
- Growing ESG requirements from institutional aerospace and defence customers
- Regulatory developments supporting low-emission mobility solutions in urban environments

While Embention does not operate a carbon-intensive business model, it is indirectly exposed to these trends through its customers and end-market applications.

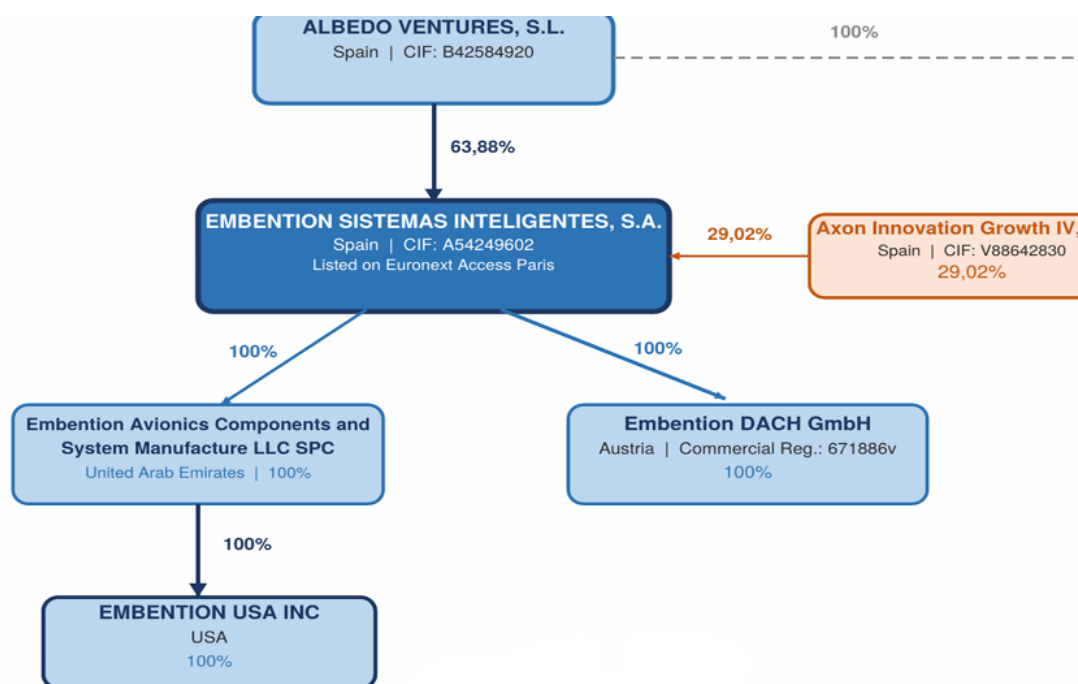
According to the audited, standalone annual accounts as of December 31, 2025 and 2024, there were no material assets dedicated to environmental protection and improvement, nor were any significant expenses of this nature incurred during the fiscal year. The Company's Directors consider that there are no significant contingencies related to environmental protection and improvement and therefore deem it unnecessary to recognize any provision in this regard. The Company did not incur any environmental expenses nor receive any environmental grants during the fiscal years ended December 31, 2025 and 2024.

6. ORGANISATIONAL STRUCTURE

6.1 ORGANISATIONAL STRUCTURE

This section provides an organisational chart outlining all group companies as well as displaying how the organisation of the Company is carried out.

The Group



Embention Sistemas Inteligentes, S.A. is the parent company of a group of entities (the “Group”) operating in the field of avionics, unmanned systems and related technologies. The Group is organised under a holding structure in which Embention Sistemas Inteligentes, S.A. acts as the ultimate operating and listed entity.

The ultimate beneficial owner of the Group is David Julián Benavente Sánchez, a Spanish national, who holds indirect control through his ownership of the intermediate holding company Albedo Ventures, S.L.

As shown in the corporate structure, the share capital of Embention Sistemas Inteligentes, S.A. is held by the following shareholders:

- **Albedo Ventures, S.L.** (Spain), holding 63.88% of the share capital of Embention Sistemas Inteligentes, S.A.
- **Axon Innovation Growth IV, FCR** (Spain), holding 29.02% of the share capital of Embention Sistemas Inteligentes, S.A.

Embention Sistemas Inteligentes, S.A. directly or indirectly owns 100% of the share capital of the following subsidiaries:

- **Embention Avionics Components and System Manufacture LLC SPC**, incorporated in the United Arab Emirates, which is wholly owned by the Group, was established in 2025 as part of the Group's international expansion. The subsidiary was created to serve the relevant regional markets (Asia and Middle East), offering the same products and services as the parent company. During 2025, the Group initiated the set-up of local production lines, and manufacturing activities are already being carried out on a limited scale.
- **Embention DACH GmbH**, incorporated in Austria and wholly owned by the Group, is the most recently established subsidiary. It has been created to serve its corresponding regional markets, offering the same products and services as the parent company. At present, the subsidiary is in an early stage of development, with production capabilities in the process of being established.
- **Embention USA Inc**, incorporated in the United States of America and wholly owned by the Group, is being established in 2026 to serve the North American market, offering the same products and services as the parent company. The subsidiary is currently in the initial phase of implementation, with production lines in the process of being set up, while manufacturing activities have commenced on a limited scale.

Each of the above subsidiaries is fully consolidated within the Group structure and is controlled, directly or indirectly, by Embention Sistemas Inteligentes, S.A.

Organisational Structure - Heads of Department

Department	Manager
Management	David Julian Benavente Sánchez (CEO)
Corporate	Ignacio Benavides (CFO)
Business Development	Javier Espuch
Airworthiness	Daniel Caparrós
Operations	Joaquín González
Research & Development	Joaquín González

Supply Chain	Sergio López
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For more details on the tasks and activities carried out by each manager within their department, please refer to Section 9.1 of the Information Document.

7. OPERATING AND FINANCIAL REVIEW

7.1 FINANCIAL CONDITION

The standalone financial statements have been prepared in accordance with Spanish GAAP.

The Company's financial statements are prepared in Euros (EUR), which is the Company's functional currency. The financial year of the Company is from January 1st to December 31st.

Balance Sheet: The following is the audited standalone balance sheet of the Company as of December 31st, 2025 and 2024.

EMBENTION SISTEMAS INTELIGENTES, S.A.	31/12/2025 (€)	31/12/2024 (€)
NON-CURRENT ASSETS	10,723,334	7,933,415
Intangible Assets	6,365,090	4,865,793
Property, plant and equipment	918,331	893,353
Long-term investments in group companies	1,116,544	900
Long-term financial investments	2,323,369	2,173,369
CURRENT ASSETS	16,197,280	11,852,786
Inventories	1,266,348	118,165
Accounts receivables and other receivables	2,713,047	1,925,720
Short-term financial investments	10,100,136	7,600,136
Cash and other cash equivalents	2,117,749	2,208,765
TOTAL ASSETS	26,920,614	19,786,201

EMBENTION SISTEMAS INTELIGENTES, S.A.	31/12/2025 (€)	31/12/2024 (€)
NON-CURRENT LIABILITIES	2,981,666	3,967,938
Long-term debt	2,155,416	3,234,990
Deferred-tax liabilities	826,250	732,948
CURRENT LIABILITIES	7,042,812	3,852,208
Short-term accruals	201,400	201,400
Short-term debt	1,343,323	499,324
Long-term debt with group companies	500,002	-
Accounts payable and other payables	4,998,087	3,151,484
SHAREHOLDER'S EQUITY	16,896,136	11,966,055
Share capital	358,962	358,962
Share premium	5,193,053	5,193,053

Reserves	4,055,318	1,112,836
Shares in own treasury stock	(110,755)	(112,039)
Accumulated profit/ (loss) of prior years	(515,175)	(2,346,697)
Net profit (loss) for the year	4,998,049	4,779,793
Other equity instruments	506,400	849,770
Grants, donations and bequests received	2,410,284	2,130,378
TOTAL LIABILITIES & EQUITY	26,920,614	19,786,201

Non-Current Assets

Non-current assets amounted to €10.72 million as of 31 December 2025, compared to €7.93 million at year-end 2024, representing an increase of €2.79 million (+35.2%). This category represented 39.9% of total assets in 2025, compared to 40.1% in 2024.

- **Intangible assets**, being the most material non-current asset category, amounted to €6.37 million, representing 59.3% of non-current assets and 23.7% of total assets as of 31 December 2025. This balance increased by €1.50 million (+30.8%) compared to 2024. Intangible assets are primarily composed of capitalised development costs, which accounted for €6.16 million, representing 96.7% of total intangible assets, with the remainder corresponding to software applications (€0.21 million; 3.2%). This increase is attributable to two distinct components. First, a portion of the capitalised expenditure corresponds to new development projects initiated during the year, which are recorded under the “Research” heading and amount to €1.87 million at year-end. These projects relate to internal R&D activities whose development phase had not yet been completed as of 31 December 2025 and are therefore not yet subject to amortisation. Second, the remaining portion of the capitalised expenditure relates to the continued development of existing projects already capitalised in prior periods. These projects continued to absorb internal development resources during FY 2025, increasing their gross carrying amount, while simultaneously being partially offset by amortisation charges of €4.46 million recognised on development assets that had entered their amortisation phase.
- **Long-term investments in group companies and associates** increased significantly from €0.9 thousand in 2024 to €1.12 million in 2025, accounting for 10.4% of non-current assets. This increase is attributable to long-term loans granted to Embention Avionics Components and System Manufacture LLC SPC (UAE), as detailed in Section 13.1 of the Information Document, reflecting the Issuer’s international expansion and internal financing of subsidiaries.
- **Long-term financial investments** amounted to €2.32 million as of 31 December 2025, representing 21.7% of non-current assets, and increased by €0.15 million (+6.9%)

compared to 2024. The year-on-year increase is explained by two offsetting effects. On the one hand, the balance of debt securities decreased by €0.15 million, as a €150,000 bond held in 2024 matured during 2025 and was therefore no longer outstanding at year-end. On the other hand, equity instruments (money market funds) increased by approximately €0.30 million, reflecting a reclassification from short-term to long-term financial investments based on the revised maturity profile of the underlying instruments, rather than new investments originated during the year. As a result, equity instruments amounted to €2.29 million at year-end 2025 (2024: €1.99 million), while no non-current debt securities were outstanding at 31 December 2025. Other long-term financial assets, including loans to third parties and guarantees extended, remained stable during the period.

Current Assets

Current assets amounted to €16.20 million as of 31 December 2025, compared to €11.85 million in 2024, representing an increase of €4.34 million (+36.6%). Current assets represented 60.1% of total assets in 2025, up from 59.9% in 2024.

- **Inventories** increased substantially to €1.27 million from €0.12 million in 2024, representing 7.8% of current assets. This increase of €1.15 million (+972%) is explained by higher levels of inventories related to engineering services and systems under development, reflecting the growth in activity and the execution of long-term contracts. Up to FY 2024, the Company operated under a business model that did not require maintaining material inventory levels, as activities were primarily focused on engineering services and development work carried out on a project basis. During FY 2025, the Company significantly expanded its industrial and operational capacity, including investments in machinery, technical installations, laboratory equipment, IT infrastructure and other production-related assets. This expansion enabled the Company to increase its storage and production capabilities and to begin holding inventories on a more structured basis. As a result, the increase in inventories reflects the internal build-up of materials, components and work-in-progress associated with engineering activities and systems under development, in line with the Company's growth in activity and operational scale.
- **Trade and other receivables** amounted to €2.71 million, representing 16.8% of current assets, and increased by €0.79 million (+40.8%) compared to 2024. The variation was mainly driven by an increase in trade receivables from customers, which reached €1.80 million, in line with the higher level of invoicing during the period. No changes were made to the Company's commercial terms, billing practices or collection procedures

during the year. Accordingly, the increase in receivables reflects the normal operating cycle of a growing business, rather than extended payment terms. This increase was partially offset by a reduction in receivables from public administrations, which amounted to €0.90 million at year-end, mainly corresponding to grants receivable and VAT recoverable.

- **Short-term financial investments** increased to €10.10 million as at 31 December 2025 from €7.60 million at 31 December 2024, representing a year-on-year increase of €2.50 million (+32.9%). At year-end 2025, this category represented 62.36% of current assets (€16.20 million). The balance is composed of two main components. First, €5.00 million are classified as equity instruments, corresponding exclusively to money market funds, which increased by €2.50 million (+100%) compared to 2024. Second, €5.10 million are classified as other financial assets, corresponding to fixed-term deposits with defined maturities, mainly split between €4.00 million in three-month deposits and €1.10 million in twelve-month deposits, with no variation compared to 2024. The increase in short-term financial investments is entirely attributable to treasury management decisions and reflects the allocation of surplus liquidity generated by operating activities into short-term, liquid financial instruments. The year-on-year growth was driven exclusively by higher balances invested in money market funds, while the level of fixed-term deposits remained stable.

Liabilities

Non-current liabilities amounted to €2.98 million as of 31 December 2025, compared to €3.97 million in 2024, representing a decrease of €0.99 million (-24.8%). Current liabilities increased to €7.04 million in 2025 from €3.85 million in 2024, representing an increase of €3.19 million (+82.9%).

Debt: As of 31 December 2025, the Company's total financial debt amounted to €3.50 million, compared to €3.73 million as of 31 December 2024. The year-on-year decrease reflects the scheduled repayment of long-term bank debt and the full settlement of reimbursable public funding, partly offset by an increase in short-term financial debt, mainly driven by short-term bank facilities, a shareholder convertible loan and the reclassification of debt tranches approaching contractual maturity. As at year-end 2025, the Company had bank financial debt outstanding of €2.21 million, comprising loans and financing facilities granted by Spanish financial institutions. Bank debt includes ICO-guaranteed loans contracted with Banco Santander, BBVA and Banco Sabadell, as well as loans guaranteed by Afin SGR and revolving financing facilities with BBVA. These bank borrowings bear fixed or variable interest rates ranging from 1.50% to 3.02% plus EURIBOR, and present maturities between 2026 and 2028, with certain facilities subject

to annual renewal. No bank debt was subject to early repayment, refinancing or restructuring during the period.

Long-term financial debt amounted to €2.16 million, representing 72.3% of non-current liabilities, and decreased by €1.08 million (-33.3%) year on year. This reduction was mainly attributable to (i) the ordinary amortisation of long-term bank loans, and (ii) the full repayment during 2025 of reimbursable grants granted by the CDTI, which had been recognised as long-term financial liabilities in previous periods. Long-term bank loans were primarily contracted between 2020 and 2022, with contractual maturities extending to 2028–2032, and some benefit from ICO guarantees. In addition to bank borrowings, long-term financial debt includes other financial liabilities amounting to €1.24 million, mainly corresponding to loans convertible into grants. These instruments relate to public funding awarded under national and European consortium programmes, whereby amounts received remain classified as financial liabilities until the achievement and justification of predefined technical and economic milestones, upon which they may be definitively released as non-reimbursable grants.

Short-term financial debt increased to €1.34 million as of 31 December 2025, compared to €0.50 million at year-end 2024. This increase was primarily driven by three factors. First, the Company recognised a convertible loan granted by a shareholder, Axon Innovation Growth IV, F.C.R. (formalized in February 2025), for an amount of €500 thousand, maturing in February 2026 and bearing interest at 3.5%. As of the date of the Information Document the debt was not converted into equity. This instrument constitutes non-bank financial debt and, under its contractual terms, may be converted into equity through a capital increase within a defined period following maturity, with the issuance of new shares carrying the same political and economic rights as existing shares. As of the date of formulation of the financial statements, the loan remained outstanding and had not been converted. Second, short-term financial debt includes amounts drawn under short-term bank financing facilities with BBVA, with committed limits of €530 thousand and €800 thousand (formalized in October-November 2025), and outstanding balances of €176.7 thousand and €734.3 thousand, respectively, as of year-end 2025. Third, the increase in short-term debt also reflects the reclassification of portions of existing bank loans originally recognised as long-term debt, whose contractual maturities fall within the twelve months following the reporting date, in accordance with applicable accounting standards.

The contractual terms governing the financial contracts are described in Section 5.4 of the Information Document.

- **Trade and other payables** amounted to €5.00 million as of 31 December 2025, compared to €3.15 million as of 31 December 2024, representing an increase of €1.85 million (+58.7%) year on year and accounting for 71.0% of total current liabilities at year-end. The balance is mainly driven by advance payments from customers, which amounted to €3.75 million (2024: €1.98 million), increasing by €1.77 million (+89.0%) and representing 75.0% of total trade and other payables in 2025. This increase reflects payments received in advance for development and engineering services pending execution at the reporting date. There has been no change in the Company's billing, collection or advance payment policy during the period. The increase in customer advances reflects the growth in activity and the normal operating cycle of the business, rather than a modification of contractual terms or an acceleration of advance payment requirements. In addition, sundry payables increased to €342,527.71 from €61,293.38, i.e. €281,234.33 (+458.8%), representing 6.9% of the total balance and constituting the second largest driver of the year-on-year increase. The remaining balance corresponds to trade payables to suppliers and other current accruals, which evolved consistently with the increase in operating activity during the year.

Equity

Total equity amounted to €16.90 million as of 31 December 2025, compared to €11.97 million at year-end 2024, representing an increase of €4.93 million (+41.2%). Equity represented 62.8% of total assets in 2025, evidencing a strong capitalisation profile.

- **Share capital** remained unchanged at €0.36 million, divided into 5,982,684 shares with a nominal value of €0.06 each. Share premium also remained stable at €5.19 million, reflecting prior capital increases, with no specific restriction of withdrawal.
- **Reserves** increased significantly to €4.06 million, from €1.11 million in 2024, representing an increase of €2.94 million (+264%). This variation was primarily driven by the allocation of retained earnings from prior years in accordance with the profit appropriation approved by the shareholders. The voluntary reserves, which amount to €3.98 million as of December 31, 2025 (€1.06 million as of December 31, 2024), are freely distributable.
- Transactions involving **treasury shares** carried out during fiscal year 2025 resulted in losses of €5,689 (losses of €20,046 in fiscal year 2024). This amount has been recognized directly in voluntary reserves. The following presents a breakdown of the Company's treasury shares as of December 31, 2025 and 2024:

Year	Nº of shares	Par value €	Total price of acquisition	Total cost of acquisition
2024	211,394	0.06	112,039	112,039
2025	208,971	0.06	110,755	110,755

- **Other equity instruments**, mainly corresponding to share-based payment plans, amounted to €0.51 million, compared to €0.85 million in 2024. The decrease reflects the evolution of the stock options plan and the recognition of related expenses, as detailed in Section 11.1 of the Information Document.
- **Grants, subsidies and donations** amounted to €2.41 million as of 31 December 2025, compared to €2.13 million at year-end 2024, representing an increase of €0.28 million (+13.2%) year-on-year. This item represented a significant component of equity and mainly relates to non-refundable grants awarded by public institutions to finance research and development activities. The balance is predominantly composed of grants awarded by the Research Executive Agency of the European Commission, which together accounted for the majority of the outstanding balance at year-end 2025, complemented by subsidies granted by the Agencia Valenciana de Innovación, a regional public administration. These grants are primarily linked to R&D projects and innovation programmes aligned with the Company's core activities in advanced avionics and autonomous systems. During fiscal year 2025, grants increased by €453.1 thousand, reflecting new grants awarded during the year, mainly by the European Commission. This increase was partially offset by transfers to the income statement amounting to €154.3 thousand, corresponding to the systematic recognition of grants as income in line with the depreciation or amortisation of the assets and projects they finance, as well as by a negative tax effect of €18.9 thousand. As a result, the net movement led to an increase in the equity balance recognised under this heading. In addition to the capitalised grants recognised in equity, operating grants amounting to €40.0 thousand in 2025 (2024: €133.7 thousand) were recognised directly in the income statement, reflecting subsidies not linked to the acquisition or development of capitalised assets.

Income Statement: The following is the audited, standalone income statement of the Company as of December 31st, 2025 and 2024

EMBENTION SISTEMAS INTELIGENTES, S.A.	31/12/2025 (€)	31/12/2024 (€)
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Revenue	13,381,736	12,253,511
Works performed by the company for its own asset	1,835,023	1,353,082
Procurement	(1,236,249)	(1,125,577)
Other operating income	240,303	403,370
Personnel expenses	(5,696,337)	(5,038,031)
Other operating expenses	(1,965,561)	(1,735,237)
Depreciation of fixed assets	(680,063)	(724,810)
Tax on grants related to non-financial fixed assets	154,278	154,278
Other results	(7,365)	(187)
OPERATING PROFIT	6,025,766	5,540,773
Financial income	100,058	106,453
Financial expenses	(44,708)	(63,069)
Foreign exchange gains/(losses)	(7,113)	6,513
EARNINGS BEFORE TAX	6,074,003	5,590,671
Income tax	(1,075,954)	(810,878)
NET INCOME	4,998,049	4,779,793

- Revenue** amounted to €13.38 million in 2025, increasing by €1.13 million (+9.2%) from €12.25 million in 2024. Revenue was primarily generated by services rendered, which amounted to €10.49 million and represented 78.4% of net turnover, increasing by €1.38 million (+15.2%) year-on-year. By contrast, sales amounted to €2.90 million (i.e., 21.6% of net turnover) and decreased by €0.25 million (-8.0%) compared to 2024. This evolution resulted in a higher relative weight of services in the revenue mix. The increase in services reflects the operating profile of the Company's customers, who typically require engineering and development services during the manufacturing and certification phases of their aircraft and drone programmes. Product sales tend to materialise at later stages, once commercialisation begins, which explains the lower contribution of products during the year. From a geographical perspective, revenues remained predominantly international. In FY 2025, America was the main contributor, generating €10.12 million, equivalent to 75.6% of total revenues. Europe accounted for €2.06 million (15.4%), while Asia contributed €1.10 million (8.2%). Revenues in Oceania and Africa were not material. This distribution is consistent with the concentration of the Company's service activities and customer programmes outside Spain and the European Union.
- Work performed by the Company** for its own assets amounted to €1.84 million in 2025, increasing by €0.48 million (+35.6%) compared to 2024, and representing 13.7% of net turnover. This line reflects internal costs capitalised as intangible assets, mainly development expenditure, is largely driven by personnel costs directly attributable to

development projects. The year-on-year increase is therefore consistent with the higher level of capitalised development activity during 2025.

- **Procurements** amounted to €1.24 million in 2025 (a cost equivalent to 9.2% of net turnover) and increased by €0.11 million (+9.8%) compared to 2024. Merchandise purchases increased significantly, with gross purchases of merchandise rising from €0.66 million in 2024 to €2.12 million in 2025. This increase was largely offset at P&L level by a positive inventory variation of €1.16 million, reflecting the build-up of inventories during the year. As a result, merchandise consumption increased from €0.69 million to €1.03 million, explaining the main driver of the year-on-year increase in procurements. By contrast, raw materials and other consumables decreased materially, with purchases falling from €0.43 million in 2024 to €0.08 million in 2025, indicating a reduced reliance on raw material inputs compared to the prior year. In addition, work performed by other companies amounted to €0.13 million in 2025, whereas no such costs were recorded in 2024, reflecting an increased use of third-party execution for specific activities.
- **Other operating income** amounted to €0.24 million in 2025, decreasing by €0.16 million (-40.5%) from 2024. This item is composed of income from services rendered to personnel, income related to employment-training programmes, operating grants and subsidies recognised directly in profit or loss, and capital grants transferred to the income statement of a non-financial nature. Ancillary income and other current management income, which decreased from €0.27 million to €0.20 million, and operating grants recognised in profit or loss, which decreased from €0.13 million in 2024 to €0.04 million in 2025. Operating grants recognised directly in the income statement amounted to €40.0 thousand in 2025 versus €133.7 thousand in 2024, explaining the material reduction within this caption.
- **Personnel expenses** amounted to €5.70 million in 2025 (equivalent to 42.6% of net turnover) and increased by €0.66 million (+13.1%) compared to 2024. This caption is composed of wages and salaries, which increased from €4.23 million to €4.52 million (+€0.29 million; +6.9%), and social security charges, which increased from €0.81 million to €1.18 million (+€0.37 million; +45.1%) due to an increase in the average number of employees, from 160 in 2024 to 242 in 2025, which provides a clear operational explanation for the year-on-year increase in staff costs. The Company recognised share-based payment expense in personnel costs in both years, corresponding to the fair value of stock options expected to be exercised.
- **Other operating expenses** amounted to €1.97 million in 2025, representing 14.7% of net turnover, and increased by €0.23 million (+13.3%) compared to 2024. This increase

was mainly driven by external services, which rose from €1.72 million in 2024 to €1.94 million in 2025, reflecting higher expenditure on third-party services in line with the expansion of operating activity. External services constitute the largest component of this heading and include professional services, repairs and maintenance, transport and logistics costs, advertising and commercial expenses, travel expenses, insurance premiums, banking services, and rentals and leases. Taxes recognised under this heading decreased modestly year on year, while other current operating expenses amounted to €12.1 thousand in 2025 and were not material. Overall, the evolution of other operating expenses is consistent with the higher level of activity recorded during the period.

- **Depreciation and amortisation** amounted to €0.68 million in 2025 (equivalent to 5.1% of net turnover) and decreased by €44.7 thousand (-6.2%) compared to 2024. Given the Company's policy of amortising intangible assets systematically from the completion of development projects and depreciating fixed assets on a straight-line basis, this movement is consistent with the specific commissioning and amortisation profile of the asset base in each period.
- As a result of the foregoing, **operating profit** amounted to €6.03 million in 2025, increasing by €0.49 million (+8.8%) compared with 2024 and representing approximately 45.0% of net turnover. The year-on-year increase in operating profit was primarily driven by higher net turnover, reflecting increased sales activity. This positive effect was partly offset by higher personnel expenses and increased operating costs, including external services, associated with the expansion of activity and the scaling of operations.
- The **financial result** amounted to €48.2 thousand in 2025, broadly stable compared with €49.9 thousand in 2024. Financial income totalled €100.1 thousand, decreasing slightly from €106.5 thousand in the prior year. Financial income in 2025 comprised dividends of €10.9 thousand and other financial income of €89.1 thousand, the latter mainly reflecting interest income from financial institutions, which increased as a result of higher average balances invested in short-term financial investments. By comparison, financial income in 2024 also included gains on the disposal of financial assets (€32.3 thousand), which did not recur in 2025 and explain the year-on-year decrease in total financial income. Financial expenses declined in 2025, reflecting a reduction in the average level of outstanding bank debt during the year, which partially offset the absence of disposal gains and contributed to the overall stability of the net financial result year on year.

- **Income tax** expense amounted to €1.08 million in 2025, increasing by €0.27 million (+32.7%) compared to 2024, mainly as a result of higher pre-tax earnings. The implied effective tax rate rose from approximately 14.5% in 2024 to 17.7% in 2025, reflecting an increase in the theoretical tax charge at the statutory rate of 25%, partially offset by tax deductions.

Cash Flow Statement: The following is the audited, standalone cash flow statement of the Company as of December 31st, 2025 and 2024

EMBENTION SISTEMAS INTELIGENTES, S.A.	31/12/2025 (€)	31/12/2024 (€)
OPERATING CASH FLOW	5,530,837	6,894,362
Profit for the year before tax	6,074,003	5,590,670
Adjustments to profit	477,547	520,447
Depreciation and amortisation	680,063	24,810
Grants recognized in profit or loss	(154,278)	(154,278)
Finance income	(100,058)	(106,453)
Finance costs	44,708	63,069
Foreign exchange differences	7,113	(6,513)
Other income and expenses	-	(187)
Changes in working capital	174,105	739,673
Inventories	(1,148,184)	136,066
Trade receivables and other receivables	(787,327)	309,953
Trade payables and other payables	2,109,615	293,654
Other cash flows from operating activities	(1,194,818)	43,572
Interest paid	(44,708)	(63,069)
Dividends received	100,058	106,453
Income tax paid (received)	(1,250,168)	-
Other payments (receipts)	-	187
INVESTMENT CASH FLOW	(5,969,983)	(9,258,149)
Payments for investments	(5,969,983)	(9,258,149)
Group companies and associates	(1,115,644)	-
Intangible assets	(2,017,446)	(1,417,346)
Property, plant and equipment	(186,893)	(384,857)
Other financial assets	(2,650,000)	(7,455,946)
FINANCING CASH FLOW	348,129	2,199,891
Proceeds and payments from equity instruments	90,816	1,408,859
Issue of equity instruments	-	-

Disposal of treasury shares	(343,370)	618,631
Grants, donations and legacies received	434,185	790,228
Proceeds and payments from financial liabilities	264,426	791,033
Proceeds/drawdowns	1,344,000	1,318,581
Bank borrowings	843,998	165,000
Amounts due to group companies and associates	500,002	-
Other borrowings	-	1,153,581
Repayments	(1,079,574)	(527,549)
Bank borrowings repaid	(1,079,574)	(527,549)
Effect of exchange rate changes on cash and cash equivalents	(7,113)	(6,513)
Cash and cash equivalents at the beginning of the year	2,208,765	2,366,149
Cash and cash equivalents at the end of the year	2,117,749	2,208,765
Net Increase / (Decrease) in cash or cash equivalents	91,016	157,383

Cash Flow from Operating Activities

For the year ended 31 December 2025, cash flow from operating activities amounted to an inflow of €5.53 million, compared to €6.89 million in FY2024, reflecting a decrease in operating cash generation year on year. Operating cash flow was primarily supported by profit before income tax of €6.07 million, together with non-cash adjustments of €0.48 million, mainly depreciation and amortisation (€0.68 million) and finance costs (€0.04 million), partially offset by the recognition of grants in profit or loss (€0.15 million) and finance income (€0.10 million).

Changes in working capital resulted in a net cash inflow of €0.17 million, compared to €0.74 million in FY2024. This movement reflects an increase in trade payables and other payables of €2.11 million, which more than offset cash absorption from inventories (€1.15 million) and trade receivables and other receivables (€0.79 million).

Other operating cash flows amounted to a net outflow of €1.19 million, mainly driven by income tax payments of €1.25 million, partially offset by dividends received of €0.10 million. Overall, operating cash flow in FY2025 shows continued cash generation from profitable operations, although at a lower level than in the prior year, primarily due to working capital movements and cash tax payments.

Cash Flow from Investing Activities

For the year ended 31 December 2025, cash flow from investing activities resulted in a net outflow of €5.97 million, compared to €9.26 million in FY2024, indicating a reduction in investment-related cash outflows year on year.

The outflow was mainly attributable to:

- Investments in intangible assets of €2.02 million;
- Investments in other financial assets of €2.65 million;
- Investments in group companies and associates of €1.12 million; and

No proceeds from disposals of assets were recorded during the year. The investing cash flow reflects the Company's continued investment in development activities and financial assets, albeit at a lower overall level than in FY2024.

Cash Flow from Financing Activities

For the year ended 31 December 2025, cash flow from financing activities amounted to a net inflow of €0.35 million, compared to €2.20 million in FY2024, reflecting more limited net financing inflows during the year.

Financing cash flows included new borrowings of €1.34 million, mainly comprising bank borrowings and amounts received from group companies, partially offset by repayments of borrowings of €1.08 million.

In addition, the Company recorded cash inflows from grants, donations and legacies of €0.43 million, while transactions in treasury shares resulted in a cash outflow of €0.34 million. No capital increases were recorded during the year.

In addition, the Company recorded proceeds from the disposal of treasury shares of €0.34 million, while grants received during the year amounted to €0.43 million. The overall financing cash flow indicates a broadly balanced funding profile in FY2025, with new debt broadly offset by repayments, and a reduced reliance on external financing compared to the prior year.

Net change in cash and cash equivalents

As a result of the above movements, and after taking into account a negative exchange rate effect of €0.01 million, the Company recorded a net decrease in cash and cash equivalents of €0.09 million in FY2025, with cash and cash equivalents decreasing from €2.21 million at the beginning of the year to €2.12 million at year end. The negative exchange rate effect is primarily attributable to the fact that a significant portion of the Company's sales are generated outside the European Union, resulting in cash flows denominated in foreign currencies and exposure to exchange rate movements against the euro.

7.2 INFORMATION ABOUT HISTORICAL, OR ON-GOING BANKRUPTCY, LIQUIDATION OR SIMILAR PROCEDURES COVERING THE FIVE PREVIOUS YEARS

The Board of Directors declares that neither the Company nor its directors, nor its executives are or have been involved in historical (at least in the previous past five years) or ongoing bankruptcy, liquidation, or similar procedure, and fraud-related convictions or ongoing procedures in which any person from the management and/or board of the Issuer have been involved.

7.3 KEY PERFORMANCE INDICATORS

The Company does not have applicable Key Performance Indicators (KPIs) to report in this section.

8. PROFIT FORECASTS OR ESTIMATES

8.1 PROFIT FORECASTS OR ESTIMATES

Does not apply.

9. BOARD, MANAGEMENT, AND SUPERVISORY BODIES AND SENIOR MANAGEMENT

9.1 DESCRIPTION OF THE BOARD OF DIRECTORS AND THE MANAGEMENT OF THE ISSUER

9.1.1 *Names, business addresses and functions in the Issuer of each member of the board, management and supervisory bodies, and of senior employees.*

Board of Directors

Charge	Name	Date of approval
Chairman	David Julian Benavente Sánchez	1/7/2022
Board Member	Pedro Pérez Navarro	1/7/2022
Board Member	Ivan Feito	31/10/2024
Non-executive Secretary	Enrique Sanz Fernández-Lomana	15/7/2022

Information on the Members of the Board of Directors

David Julian Benavente Sánchez – Chairman of the Board of Directors

Aeronautical Engineering from ETSIA-UPM and also Computer Systems Engineer from UNED, also holding graduate studies diplomas MSc in Aerospace Engineering from the Georgia Institute of Technology, Connaught Scholar at UTIAS University of Toronto, DEA Doctoral Program Ciencia y Tecnología Aeroespaciales de la Universidad Politécnica de Madrid. He founded Embention in 2007 and is currently CEO of the company, leading a team of over 180 people in 3 different countries.

Pedro Pérez Navarro – Member of the Board of Directors

Managing Partner at Infinitto Capital, a Spanish M&A investment banking firm where he has advised transactions across sectors including Aerospace & Defence, Technology, Power & Utilities, Infra and Consumer, among others. Previously worked in Investment Banking at J.P. Morgan, specializing in M&A, with experience across the firm's Madrid and London offices. Holds a Bachelor of Business Administration from CUNEF Universidad.

Ivan Feito – Member of the Board of Directors

Partner at Axon Partners Group, where he leads the Growth Equity Division, partnering with technology and innovation-driven companies from Southern Europe seeking to scale

internationally. He has been part of the firm since 2011, initially working in venture capital until 2018 and rejoining as Partner in 2021. Prior to his current role, he also worked at Prosegur Tech Ventures and Procter & Gamble, gaining experience in venture capital, growth equity, and technology investments across Spain and emerging markets. Holds an MSc in Industrial Engineering, Electronics Track, from Universidad Pontificia Comillas ICAI.

Management

David Benavente – Chief Executive Officer

Defines the company's overall strategy, oversees all business areas, and ensures compliance with Embention's corporate, technological, and financial objectives.

Ignacio Benavides – Chief Financial Officer & Chief Commercial Officer

Manages the company's corporate areas, including finance, legal, HR, IT, and internal services, ensuring the company's financial stability and organizational support.

Joaquín González – Chief Operating Officer

Oversees the company's day-to-day operations and coordinates project execution, ensuring proper planning, monitoring, and delivery of work. Manages the Project Managers, aligns resources and priorities, and ensures that projects progress in accordance with defined timelines, scope, and objectives. Leads the company's technological development and innovation, supervising the design and evolution of systems, software, avionics, and aeronautical technologies.

Javier Espuch – Chief Business Development Officer

Leads business development, commercial relationships, and growth strategy, identifying new market opportunities and strengthening relationships with clients and partners.

Sergio López – Chief Supply Chain Officer

Manages the supply chain, including procurement, logistics, planning, and production, ensuring operational efficiency and the availability of industrial resources.

Daniel Caparrós – Chief Quality Officer

Oversees certification, quality, and aviation compliance activities, ensuring that products and processes meet applicable regulatory standards.

9.1.2 Nature of family relationship between any of those persons.

The members of the Company's Board of Directors have confirmed that there are no familiar relationships between any of them.

9.2 POTENTIAL CONFLICTS OF INTERESTS AND RESTRICTIONS APPLICABLE

9.2.1 Transactions with persons discharging managerial responsibilities, board members, affiliates, major owners or another company within the same Company

During the financial years ended 31 December 2025 and 31 December 2024, the Company carried out certain transactions with related parties, including its controlling shareholder, significant shareholders, subsidiaries and an associated company, as disclosed in Section 13.1 of the Information Document, based on the audited standalone financial statements as of December 31 2025. These transactions were conducted in the ordinary course of business and were duly recorded in the Company's financial statements.

According to the audited annual accounts of Embention Sistemas Inteligentes, S.A. for the financial years ended 31 December 2025 and 31 December 2024, the remuneration received by the members of the Board of Directors in respect of salaries and wages amounted to €70,699 in 2025 and €70,699 in 2024, respectively.

The members of the Board of Directors and persons related to them within the meaning of Article 231 of the Spanish Companies Act did not report any direct or indirect conflicts of interest with the interests of the Company during the periods under review.

Based on the information disclosed, the Company has not identified any material conflicts of interest arising from transactions with persons discharging managerial responsibilities, members of the Board of Directors, major shareholders or other companies within the Group, beyond those inherent to the existence of related-party transactions conducted in the ordinary course of business and duly disclosed in the financial statements.

10. BOARD PRACTICES IN RELATION TO THE ISSUER'S LAST COMPLETED FINANCIAL YEAR

10.1 AUDIT COMMITTEE AND REMUNERATION COMMITTEE

The Company does not currently have an audit committee or a remuneration committee.

11. DESCRIPTION OF THE WORKFORCE OF THE ISSUER

11.1 NUMBER OF EMPLOYEES AND SHARE-BASED INCENTIVE PROGRAMS

Employees

At the end of the financial year on December 31, 2025, the Company had an average of 242 employees on its direct payroll. The Company's gender breakdown is 60% men and 40% women.

The average number of workers who have remained on active employment during the stipulated periods is as follows:

Year	Number of employees (Avg)	Male	Female
2023	116	57%	43%
2024	160	81%	19%
2025	242	60%	40%

Share-based incentive program

Embention Sistemas Inteligentes, S.A. (the "Company" or "Embention") has implemented a long-term incentive scheme for employees in the form of a stock options plan (the "Stock Options Plan" or the "Plan") approved as of January 9th, 2023. The Plan is an internal framework approved by the Company and is intended to align the interests of eligible employees with those of the Company and its shareholders through equity-based remuneration. The Stock Options Plan is governed by Spanish corporate and commercial law and by the internal rules approved by the Company. The Plan provides for the granting of options over shares of Embention, which may be exercised by eligible beneficiaries subject to the fulfilment of specific conditions and objectives established by the Company.

The Plan is structured as an annual incentive programme (the "Annual Plan"). Each Annual Plan applies for a defined period running from 1 January to 31 December of the relevant year, during which performance objectives ("Objectives" or "Milestones") are established by the Company.

At the end of each Annual Plan, the Company assesses whether the relevant Objectives have been achieved. Participation in the Stock Options Plan is limited to employees of Embention who meet the eligibility criteria defined in the Plan. In particular, employees are eligible to participate if they have a minimum seniority of five (5) years at Embention at the start of the relevant Annual Plan or if they will reach such seniority during the applicable Annual Plan period.

The Plan provides for the allocation of stock options to Beneficiaries, granting them the right, but not the obligation, to acquire shares of the Company at a predetermined exercise price. The number of options granted to each Beneficiary and the applicable exercise price are determined in accordance with the rules of the Plan and the conditions established for each Annual Plan. Once the right to exercise stock options has vested, Beneficiaries may exercise all or part of their options within the exercise period defined in the Plan. Any stock options not exercised within the applicable period are deemed to be waived. The exercise of stock options results in the acquisition of shares of the Company in accordance with the terms set out in the Plan.

In fiscal years 2025 and 2024, the shares delivered under this arrangement are as follows:

Year	Instrument of equity used	Nº of shares	Amount	Result of the transaction
2024	Own treasury stock	39,409	394	(18,336)
2025	Own treasury stock	11,133	111	(5,789)

The changes in the outstanding options are as follows:

Year	Options	Nº of shares	Weighted average price (€)
2024	Conceded	36,628	23.20
	Outstanding at year-end	36,628	23.20
2025	Conceded	11,133	42.20
	Outstanding at year-end	11,133	42.20

In fiscal years 2025 and 2024, the Company has recognized at fair value, under the item “Other equity instruments,” the share options that the Company estimates will be exercised by its employees under the General Stock Option Plan, amounting to 36,628 shares in both years, with a total value of €0.51 million and €0.85 million, respectively. A personnel expense has also been recognized in fiscal years 2025 and 2024 for the same amounts.

12. MAJOR SHAREHOLDERS

12.1 SHAREHOLDING STRUCTURE

As of the date of the Information Document, the Company's authorized share capital consists of €358,961.04 comprising of 5,982,684 shares of €0.06 par value. All shares are fully paid, registered, and held in book-entry form.

The table below sets out the shareholding structure of the Company, including the number of shares held by each shareholder, the percentage of share capital represented, and whether the shareholder is an ultimate beneficial owner (UBO):

SHAREHOLDER	SHARES	DIRECT SHAREHOLDING
Albedo Ventures S.L.	3,821,739	63.88%
Axon Partners	1,736,175	29.02%
Minority Shareholders	223,752	3.74%
Embention Sistemas Inteligentes S.A.	201,018	3.36%
TOTAL	5,982,684	100%

Indirect Shareholding

Mr. David Julián Benavente Sánchez, as ultimate beneficial owner, holds:

- An indirect interest of approximately 44.53% in the Company through his 69.71% ownership of Albedo Ventures, S.L., which in turn holds a 63.88% direct stake in the Company; and
- A direct interest of approximately 0.44% in the Company, held within the category of Minority Shareholders.

Accordingly, David Julián Benavente Sánchez holds an aggregate economic interest of approximately 44.97% in the Company, combining his indirect and direct shareholdings.

Members of the Board of Directors owning shares of the Issuer directly or indirectly

As at the date of this Information Document, the following members of the Board of Directors hold shares of the Issuer, directly or indirectly:

Mr. David Julián Benavente Sánchez holds 26,519 shares of the Issuer. His aggregate interest in the share capital of the Issuer arises from:

- an indirect interest representing 44.53% of the share capital, held through Albedo Ventures, S.L., and
- an additional 0.44% interest held through the minority shareholding.

Mr. Pedro Perez Navarro holds 13,023 shares of the Issuer. He holds an indirect economic interest of approximately 0.22% of the share capital, corresponding to a 5.82% interest within the minority shareholders, which collectively represent 3.74% of the Company's share capital.

12.2 AGREEMENTS IN PLACE WHICH COULD LEAD TO A CHANGE OF THE ISSUER'S CONTROL

There are no provisions under the Articles of Association or any disclosed agreements have been identified that could automatically trigger a change of control of the Issuer. There are no clauses relating to mandatory transfer of shares, call or put options, or other contractual mechanisms that would result in a change of control beyond normal market transactions.

Notwithstanding the foregoing, as described in Section 5.4, the Issuer has entered into a convertible loan agreement with a shareholder, pursuant to which the outstanding principal amount may be converted into equity through a capital increase upon maturity. The conversion of such convertible debt would result in the issuance of new shares representing less than 1% of the Issuer's share capital, and therefore would not, in itself, result in a change of control of the Issuer. No other agreements or instruments capable of triggering a change of control have been disclosed.

12.3 AGREEMENTS IN PLACE FOLLOWING THE ISSUER'S ADMISSION TO TRADING

Shareholder's Agreement

On 1 July 2022, the shareholders of EMBENTION SISTEMAS INTELIGENTES, S.A. entered into a shareholders' agreement (the "**Shareholders' Agreement**"), which was subsequently elevated to a public deed before a Spanish notary.

The Shareholders' Agreement was executed, inter alia, by the Founder, ALBEDO VENTURES, S.L., Axon Innovation Growth IV, F.C.R. (through its management company), and other minority shareholders of the Company.

The Shareholders' Agreement contains restrictions on the transferability of shares, which are customary in agreements of this nature and are intended to regulate changes in the shareholder

base and preserve the agreed governance structure. In particular, the agreement includes provisions governing permitted and restricted transfers, as well as pre-emptive and priority rights in favour of existing shareholders.

- **Right of first offer:** The Shareholders' Agreement provides for rights of first offer and/or pre-emptive rights in favour of the existing shareholders in the event that a shareholder intends to transfer all or part of its shares. These rights are designed to allow the remaining shareholders to acquire the shares proposed to be transferred before they may be offered to third parties.
- **Tag-along rights:** The Shareholders' Agreement includes tag-along rights in favour of certain shareholders. These provisions entitle the beneficiaries, under the conditions set out in the agreement, to participate in a transfer of shares to a third party on the same terms and conditions as those agreed by the transferring shareholder.
- **Drag-along rights:** The Shareholders' Agreement also provides for **drag-along rights**, pursuant to which, under certain circumstances and subject to the conditions set out in the agreement, one or more shareholders may require the remaining shareholders to **transfer their shares to a third-party purchaser** on the same terms and conditions.

Investor's Agreement

On 1 July 2022, an investment agreement (the "**Investment Agreement**") was entered into in connection with the entry of Axon Innovation Growth IV, F.C.R. (the "**Investor**") into the share capital of Embention Sistemas Inteligentes, S.A. (the "**Company**"). The Investment Agreement was executed by the Founder, David Julián Benavente Sánchez, by Albedo Ventures, S.L., and by the Investor.

The purpose of the Investment Agreement is to regulate the terms and conditions of the Investor's equity investment in the Company, including the implementation of a capital increase, the valuation applicable to such investment, the rights attached to the shares subscribed by the Investor and certain protections granted to the Investor in connection with its investment.

Pursuant to the Investment Agreement, the parties agreed to carry out a capital increase by means of a cash contribution, as a result of which the Investor subscribed and paid in full a new class of preferred shares issued by the Company. The investment was made on the basis of an agreed pre-money valuation, and the capital increase resulted in the Investor acquiring a significant minority shareholding in the Company. The Investment Agreement also regulates the

acquisition by the Investor of the pre-emptive subscription rights corresponding to the capital increase, which were transferred to the Investor by Albedo Ventures, S.L. in consideration for a cash payment.

The Investment Agreement provides that the funds contributed by the Investor are to be used for the development of the Company's business. It further grants the Investor certain economic and financial rights associated with the preferred shares subscribed, including a liquidation preference applicable upon the occurrence of specified liquidity events. Such liquidation preference entitles the Investor, subject to the terms and caps set out in the Investment Agreement, to receive a priority return on its investment before any distribution is made to other shareholders.

In addition, the Investment Agreement includes anti-dilution protection mechanisms in favour of the Investor in the event that the Company carries out future capital increases at a valuation lower than that applied to the Investor's investment. The agreement also grants the Investor certain rights to require the Company to approve future capital increases within a defined period and at a contractually agreed valuation, subject to the conditions set out therein.

The Investment Agreement further contains a put option in favour of the Investor, exercisable against Albedo Ventures, S.L., pursuant to which the Investor may require Albedo Ventures, S.L. to acquire the shares held by the Investor under the conditions specified in the agreement. The preferred shares acquired as a result of the exercise of such put option do not retain preferential economic rights.

Finally, the Investment Agreement includes customary representations and warranties granted by the Founder and Albedo Ventures, S.L. in favour of the Investor, as well as an indemnification regime applicable in the event of a breach of such representations and warranties or of the Investment Agreement. The agreement is governed by Spanish law and provides for the resolution of disputes by arbitration, in accordance with its terms. The Investment Agreement remains in force in accordance with its provisions and is separate from, but complementary to, the shareholders' agreement entered into between certain shareholders of the Company in connection with the same transaction.

13. PRESENTATION OF ANY RELATED PARTY TRANSACTIONS

13.1 DEALS OR ARRANGEMENTS BETWEEN TWO PARTIES WHO ARE JOINED BY A PRE-EXISTING BUSINESS RELATIONSHIP OR COMMON INTEREST

Apart from the Shareholder Agreement and Investor Agreement, disclosed in Section 12.3, which represent a related-party, during the financial years ended 31 December 2025 and 31 December 2024, Embention Sistemas Inteligentes, S.A. (the “Company”) carried out transactions with certain related parties within the meaning of applicable accounting standards. The related parties identified comprise the Company’s controlling shareholder, a significant shareholder, subsidiaries and an associated company.

The following entities were identified as related parties during the periods under review:

- **Albedo Ventures, S.L.**, acting as the Company’s controlling entity.
- **Axon Innovation Growth IV, F.C.R.**, acting as a shareholder of the Company.
- **Embention Avionics Components and System Manufacture LLC SPC**, acting as a subsidiary of the Company.
- **Laurent Composite, S.L.**, acting as an associated company.

In 2025, transactions with related parties recognised in the income statement consisted of both services received and services rendered.

- Services received from related parties amounted to €325,265 in 2025, compared to €278,714 in 2024. These expenses correspond to services provided by entities classified as controlling, associated or dependent companies and were recognised as operating expenses in the profit and loss account.
- Services rendered to related parties amounted to €153,976 in 2025, compared to €10,000 in 2024. These revenues relate to services provided by the Company to entities classified as associated or dependent companies and were recognised as operating income.

In 2025, transactions with related parties recognised in the balance sheet consisted of:

- Equity instruments amounting to €900 corresponding to investments in associated or dependent companies.
- Long-term loans to group and associated companies amounting to €1,115,644, corresponding to credits granted to Embention Avionics Components and System Manufacture LLC SPC (UAE). The loan was granted under an intragroup loan agreement dated 8 July 2025, with an initial maturity of ten years, expiring on 8 July 2035. The intragroup loan bears a fixed annual interest rate of 0.6%, payable annually. The borrower may repay the loan early, in whole or in part, at any time without penalty, subject to 15 days' prior written notice and payment of accrued interest. The lender may require early repayment in the event of a material contractual breach or circumstances materially affecting the borrower's solvency or financial viability. The loan agreement does not include any change-of-control clause.
- Trade receivables from the controlling entity amounting to €144, arising from sales or services rendered and outstanding at year-end.
- Short-term debts with group and associated companies amounting to €500,002, corresponding to amounts payable to the Axon Convertible Debt. The debt is described in detail in Section 5.4 of the Information Document.
- Trade payables to the controlling entity amounting to €12,355 at 31 December 2025.

14. FINANCIAL INFORMATION CONCERNING THE ISSUER'S ASSETS AND LIABILITIES, FINANCIAL POSITION AND PROFIT AND LOSSES

14.1 AUDITED OR UNAUDITED HISTORICAL INFORMATION

14.1.1 Financial information for the last audited financial year: Balance Sheet, Income Statement, Evolution of equity, Cash Flow statement, Accounting policies and Explanatory notes.

The Company includes in this Information Document its audited standalone annual accounts as of December 31, 2025. The standalone annual accounts have been prepared in accordance with Spanish GAAP.

The Standalone Annual Accounts as of and for the financial year ended December 31, 2025, underwent an audit conducted by Grant Thornton, S.L.P. as well as those as of and for the financial year ended December 31, 2024. The audit report with respect to the Standalone Annual Accounts as of and for the financial year ended December 31, 2025 was issued on May 13, 2026.

The financial statements are prepared in Euros (€) which is the Company's functional currency.

To review the financial analysis of the Audited Standalone Annual Accounts as of December 31, 2025, please refer to Section 7.1. "Financial Condition" of the Information Document.

14.1.2 Consolidated financial statements (if applicable)

The Company does not consolidate its financial statements and presents them on a stand-alone basis.

14.2 AUDITING OF HISTORICAL ANNUAL FINANCIAL INFORMATION

The Group has engaged Grant Thornton, S.L.P. to conduct an audit of the standalone annual accounts as of and for the financial year ending December 31, 2025 as well as the standalone annual accounts as of and for the financial year ending December 31, 2024.

14.3 INTERIM AND OTHER FINANCIAL INFORMATION

Does not apply.

14.4 DATE OF THE FIRST ANNUAL GENERAL SHAREHOLDER MEETING FOLLOWING THE APPLICATION AND FIRST PUBLICATION OF THE AUDITED ANNUAL EARNINGS

Publication of the Company's Annual General Shareholder Meeting Agreements and the standalone, audited financial statements following the listing admission, corresponding to the financial year ended on December 31, 2025, will be expected to be published before June 30, 2026.

14.5 DIVIDEND POLICY

The full text of the Company's Articles of Association is included in Annex I to this Information Document. The references to the articles governing the dividend policy can be found in Articles 16, 24 bis and 29 of the Company's Articles of Association.

14.6 LEGAL AND ARBITRATION PROCEEDINGS

There are no current or past legal and arbitration proceedings concerning the securities.

14.7 DESCRIPTION OF ANY SIGNIFICANT CHANGE IN THE ISSUER'S FINANCIAL POSITION SINCE THE END OF THE LAST FINANCIAL PERIOD FOR WHICH EITHER AUDITED FINANCIAL INFORMATION OR INTERIM FINANCIAL INFORMATION HAS BEEN PUBLISHED

There have been no significant changes in the issuer's financial position since the audited, standalone annual accounts as of the end of the December 31, 2025. The company's financial status remains stable, with no material fluctuations or adverse events impacting its fiscal health.

15. ADDITIONAL INFORMATION

15 SHARE CAPITAL AND OTHER FINANCIAL INSTRUMENTS

15.1.1 Amount of issued capital, and for each class of share capital

The share capital shall amount to €358,961.04, divided into 5,982,684 registered shares, each with a nominal value of 0.06€, all of the same class and series.

15.1.2 If there are shares not representing the capital, state the number and main characteristics of such shares

As of the date of this Information Document, all issued shares of Embention Sistemas Inteligentes, S.A. represent share capital. The Company has not issued any shares that do not represent capital.

However, the Company has entered into warrant arrangements which do not represent share capital as of the date of this Information Document, but which may give rise to the issuance of new shares upon their exercise. These warrants do not confer any voting rights, dividend rights or other shareholder rights until they are exercised and the corresponding shares are issued.

In particular, the Company has granted warrants to Axon Innovation Growth IV, F.C.R. and to a third-party commercial partner, entitling their holders, subject to the terms and conditions set out in the relevant warrant agreements, to subscribe for new shares of the Company against a cash contribution. The main characteristics, exercise conditions and potential dilutive effects of these warrants are described in Section 15.1.4 below.

15.1.3 The number, book value and face value of shares in the Issuer held by or on behalf of the Issuer itself or by subsidiaries of the Issuer

The Company owns as treasury stock 200,429 shares, with a face value of €0.06, equivalent to 3.35% of the share capital. For further information relating to the shareholding structure of the Issuer, please refer to Section 12.1 “Shareholding Structure” of the Information Document.

15.1.4 Amount of convertible securities, exchangeable securities or securities with warrants, with an indication of the conditions governing and the procedures of conversion, exchange or subscription

Warrants granted to Axon Innovation Growth IV, F.C.R.

In connection with the investment agreements entered into with Axon Innovation Growth IV, F.C.R. ("Axon"), the Company granted warrants entitling Axon to subscribe for new shares of the Company. The warrants are exercisable against a cash contribution, with an implied subscription price per share of €8.64. Pursuant to these warrants, Axon is entitled to subscribe for up to 347,224 new shares, which would result in a corresponding increase in the Company's share capital upon full exercise.

On a pro forma basis assuming full exercise of the warrants, Axon would hold a total of 2,083,348 shares (increase from 5,982,684 shares to 6,329,908 shares), while the holdings of the other shareholders would be diluted pro rata. Following such exercise, the total number of shares outstanding would increase accordingly.

Warrants granted to a third-party commercial partner

The Company has also entered into a separate warrant arrangement with a third-party commercial partner, pursuant to which such counterparty is entitled to subscribe for new shares of the Company, subject to the terms and conditions set out in the relevant warrant agreement.

The warrants are exercisable against a cash contribution, with an implied subscription price per share of €4.32. Pursuant to these warrants, the third-party commercial partner is entitled to subscribe for up to 2,212,774 new shares, which would result in a corresponding increase in the Company's share capital upon full exercise.

Upon full exercise of these warrants, the total number of shares outstanding would increase to 8,542,682 shares. On a pro-forma basis, the third-party commercial partner would hold 2,212,774 shares.

Assuming the full exercise of all outstanding warrants granted to Axon Innovation Growth IV, F.C.R. and the third-party commercial partner, the Company's share capital would increase from 5,982,684 shares to 8,542,682 shares. Until exercised, the warrants do not form part of the Company's share capital and do not confer any shareholder rights.

15.1.5 Terms of any acquisition rights and/or obligations over authorised but unissued capital or an undertaking to increase the capital

The Company has no authorised but unissued share capital, and no rights, options, acquisition arrangements, or obligations have been granted to any person to subscribe for, acquire, or be allotted shares not yet issued.

15.1.6 Information about any capital of any member of the Company which is under option or agreed conditionally or unconditionally to be put under option and details of such options including those persons to whom such options relate

Save for the warrants described in Sections 15.1.2 and 15.1.4, the Company has implemented an employee incentive plan pursuant to which certain employees may be granted options over shares of the Company. The main terms and conditions of such employee stock option plan are described in Section 11.1 of this Information Document.

15.1.7 Share capital evolution for the period covered by the historical financial information

The share capital of the Company is divided into ordinary shares with a nominal value of €0.06 each. The allocation of the share capital by shareholder, based on nominal value, is set out in the table above and is derived directly from the number of shares held by each shareholder

The following table summarizes all documented movements in the share capital of the Company in the last 2 years:

Shareholder	2023	2024	2025
Albedo Ventures S.L.	€229,304	€229,304	€229,305
Axon Partners	€104,170	€104,170	€104,171
David Julián Benavente Sánchez	€1,259	€1,259	1,259
Embention Sistemas Inteligentes S.A.	€12,026	€12,026	€12,026
other shareholders	€12,202	€12,202	€12,201
Total	€358,961	€358,961	€358,962

15.1.8 Description of any share-based incentive programs

As of the date of publication of this Information Document, there is a share-based incentive program which is described in detail in “Section 11.1 - Number of employees and share-based incentive programs of the Information Document”.

16. IMPORTANT CONTRACTS

16.1 IMPORTANT CONTRACTS SIGNED BETWEEN THE ISSUER AND OTHER THIRD PARTIES

Contracts with Clients and Suppliers

The Company operates in a highly specialised and evolving market relating to the manufacture of drone components and the provision of related engineering and technological services. Due to the bespoke nature of the industry, the Company generally does not enter into standard long-term framework agreements with either customers or suppliers.

Customer engagements are typically entered into on an ad hoc and tailor-made basis, with each client requiring different combinations of products and services depending on the specific characteristics and operational requirements of their drone platforms and projects. Accordingly, the bundles of products and services purchased may differ significantly between customers and may also vary over time with the same customer depending on its evolving needs.

In many cases, customers initially engage the Company for engineering, integration, development, testing or support services without entering into recurring master service agreements. Such services are frequently invoiced on the basis of agreed hourly rates, project-based fees or other customised commercial arrangements. Once customers reach the commercialisation stage of their drone platforms, they may subsequently enter into recurring purchasing arrangements with the Company for the supply of drone components, avionics systems and other critical parts required for production and deployment purposes.

Similarly, with respect to suppliers, the Company works with a diversified network of more than 200 suppliers worldwide. Procurement requirements are largely dependent on the specifications and technical requirements of customer projects and, consequently, supplier relationships are generally managed on a purchase order or project basis rather than through fixed long-term supply agreements. As a result, the Company does not maintain standard supplier contracts that would serve as a uniform reference framework across its operations.

Insurance Agreements

Insurer	XL Insurance Company SE & Willis Iberia Correduría de Seguros y Reaseguros, S.A. (WTW)
Policy Holder	Embention Sistemas Inteligentes, S.A.
Insured Asset	Civil Liability of aircraft products and components

Purpose	Aviation products (3M€) Work equipment (1M€) Local RC and aircraft in police custody (1M€) Coverage: Global except Ukraine, Russia and Belarus.
Initial Period	01/01/2026
Validity Period	31/12/2028

Insurer	Markel Insurance, SE
Policy Holder	Embention Sistemas Inteligentes, S.A.
Insured Asset	Civil Liability of Administrators and Directors
Purpose	Civil Liability of Administrators and Directors (3M€)
Initial Period	24/01/2026
Validity Period	23/01/2027

Insurer	Helvetia Compañía Suiza, Sociedad Anónima de Seguros y Reaseguros
Policy Holder	Embention Sistemas Inteligentes, S.A.
Insured Asset	Manufacturing and assembly of electronic machines and devices
Purpose	Properties (1.4M€) Machinery and furniture (730K€) Inventory (500K€)

Initial Period	31/05/2020
Validity Period	31/05/2026 (Annual renewal)

17. OTHER ADDITIONAL INFORMATION FROM THIRD PARTIES, EXPERT STATEMENTS AND INTERNET STATEMENTS

17.1 OTHER ADDITIONAL INFORMATION FROM THIRD PARTIES, EXPERT STATEMENTS AND INTERNET STATEMENTS

Does not apply.

SECTION 2: DESCRIPTION AND SPECIFIC FEATURES RELATING TO THE ADMISSION OF EQUITY SECURITIES

1. RISK FACTORS RELATED TO SHARES

1.1 RISKS OF OWNERSHIP DILUTION

The Company may in the future decide to offer and issue new Shares or other securities to finance new capital-intensive projects, in connection with unanticipated liabilities or expenses or for any other purposes. Depending on the structure of any future offering, certain existing shareholders may not have the ability to purchase additional equity securities. An issuance of additional equity securities or securities with rights to convert into equity could reduce the market price of the Shares and would dilute the economic and voting rights of the existing shareholders if made without granting subscription rights to existing shareholders. Accordingly, the Company's shareholders bear the risk of any future offerings reducing the market price of the Shares and/or diluting their shareholdings in the Company. Additionally, the Company could implement stock compensation schemes for employees that could dilute previous shareholders. 143 The Company is committed to evaluating its capital-raising strategies carefully and, where appropriate, considers mechanisms to protect existing shareholders from excessive dilution.

1.2 LIQUIDITY OF THE LISTED SHARES

An investment in the Shares is associated with a high degree of risk, and the price of the Shares may not develop favourably. Prior to the Admission to Trading on Euronext Growth, the Shares were traded on Euronext Access, where there was limited liquidity. Following the Admission to Trading on Euronext Growth, an active or liquid trading market for the Shares may not develop or be sustained. If such a market fails to develop or be maintained, it could have a negative impact on the price of the Shares. Investors may not be able to sell their shares quickly, at the market price, or at all if there is insufficient trading activity in the Shares. The Company is committed to enhancing market visibility and investor engagement to support the development of a more active trading market. It aims to maintain transparent communication with the market and may consider initiatives such as investor roadshows, research coverage, and market-making arrangements to promote share liquidity post-admission.

1.3 RISKS RELATED TO THE SALE OF A SIGNIFICANT NUMBER OF THE COMPANY'S SHARES

A decision by a significant shareholder to sell all or part of their stake in the Company, or even the perception that such a sale is imminent, could have a materially adverse effect on the market price of the Company's shares.

1.4 RISK RELATED TO THE INCREASE OF COSTS FOLLOWING THE LISTING OF SHARES

As a listed company, the Company will be subject to rules and regulations that listed companies must follow in the market. In order to be compliant, the Issuer may need to establish certain procedures as well as adopt certain policies, which may result in significant compliance costs for the Issuer. Such increased costs may adversely affect the Company's business, financial and economic positions and results of operations. Though the constraints are lower than those applicable for a company listed on a regulated market, as a public company, the Company will incur significant legal, accounting, audit, reporting and other expenses in connection with its obligations under applicable securities laws, including the internal and external costs of maintaining the system of internal controls as well as the costs of preparing and distributing periodic public reports, including financial statements and notes, and including the costs related to the ongoing reporting obligations under the EU regulation N°596/2014 of the European Parliament dated April 16th, 2014 on market abuse ("Market Abuse Regulation").

2. ESSENTIAL INFORMATION

2.1 WORKING CAPITAL STATEMENT

The Board of Directors declares that the Company has sufficient working capital to sustain its business operations for a period of 12 months following its listing. This assessment is based on comprehensive financial analysis and projections, providing the basis for the Board's assessment regarding its ability to meet near-term obligations.

3. INFORMATION CONCERNING THE SECURITIES TO BE ADMITTED TO TRADING

3.1 TYPE AND CLASS OF SECURITIES

Admission procedure: Admission to trading of ordinary shares on Euronext Growth Paris through technical admission.

ISIN: ES0105639001

Euronext Ticker: ALEMB

LEI Code: 959800HC6GKQUQBXCJ98

Number of shares to be listed: 5,982,684 ordinary shares

Nominal price per share: 0.06€

Reference price per share: closing price on Euronext Access Paris

Listing Sponsor: Armanext Asesores S.L.

Central Securities Depository: Euroclear France, S.A.

Auditor: Grant Thornton, S.L.P.

3.2 RESTRICTIONS ON THE FREE TRANSFERABILITY OF THE SECURITIES

Article 8 - The Securities are freely transferable and are not subject to any contractual or statutory restrictions on transfer.

3.3 EXISTENCE OF ANY MANDATORY TAKEOVER BIDS AND/OR SQUEEZE-OUT AND SELL-OUT RULES IN RELATION TO SECURITIES

There are no existing mandatory takeover bids, nor are the Securities subject to any applicable squeeze-out or sell-out provisions under current laws or contractual arrangements.

3.4 RATIONALE OF THE LISTING

Strategic Rationale for the Transfer to Euronext Growth

1. Mission-critical, cutting-edge technology for Aerospace & Defense
Embention develops safety-critical flight control systems and autopilots that sit at the core of advanced aerial platforms in Aerospace & Defense. These systems are essential for mission execution, require deep engineering expertise, and involve high levels of complexity, resulting in structurally high barriers to entry and a limited number of credible global competitors.

2. Global leader in drone autopilots and critical avionics components
Competing with a very small peer group including Micropilot and UAV Navigation. At the same time, major avionics and defense players such as Honeywell act as customers, validating Embention's technology as best-in-class and suitable for the most demanding aerospace programs.

3. Unique regulatory positioning through aviation certification leadership
We are the first company specializing in drone autopilots to obtain both APDO and POA certifications from the European Union Aviation Safety Agency (EASA). This unique regulatory positioning is extremely difficult to replicate and represents a structural competitive advantage, as certification is a prerequisite for participation in advanced aerospace and defense programs.

4. Blue-chip customer base with strong lock-in and consolidation upside
Customer base includes the world's leading drone integrators and aerospace and defense companies such as Amazon, Rheinmetall, BAE Systems, Airbus, Honda, Israel Aerospace Industries, and Honeywell. Switching costs are extremely high, effectively locking the supplier in for the full lifecycle of the platform.

5. Long-term structural growth with a highly scalable & recurring revenue model
Exposure to long-term aerospace and defense programs with multi-year lifecycles, as well as structural growth trends such as professional and logistics drones, urban air mobility, defense and security, and loitering munitions. Strategic partnerships with players such as EDGE Group and Amazon further reinforce a partner-based model that supports recurring revenues and long-term visibility.

6. Technology applicable across all UAV use cases and mission profiles
Embention's autopilots and avionics components are platform-agnostic and can be integrated across the full spectrum of UAV applications, including civil defense, surveillance, logistics, firefighting and loitering munition systems. This versatility significantly expands the addressable market and allows the same core technology to be reused across multiple mission types and customer programs.

3.5 TRADING PRICE AND VOLUME



Date	Open	High	Low	Last	Close	Number of Shares	Number of Trades	Turnover	vwap
2026-06-02	45	45	45	45	45	712	10	32040	45
2026-05-27	44.2	44.2	44.2	44.2	44.2	438	10	19360	44.2
2026-05-26	38	38	38	38	38	170	8	6460	38
2026-05-25	42	42	42	42	42	306	6	12852	42
2026-05-21	38	38	38	38	38	505	6	19190	38
2026-05-18	38	38	38	38	38	110	6	4180	38
2026-05-08	37	37	37	37	37	252	5	9324	37
2026-04-28	38	39.4	38	39.4	39.4	214	7	8237	38.4907
2026-04-21	41	41	41	41	41	26	5	1066	41
2026-04-20	38.2	38.6	38.2	38.6	38.6	164	8	6266	38.2049
2026-04-17	40	40	39.4	39.4	39.4	167	7	6649	39.8168
2026-04-14	42.8	42.8	42.8	42.8	42.8	12	5	514	42.8
2026-04-01	43.2	43.2	43	43	43	19	5	818	43.0421
2026-03-27	39.2	39.2	39	39	39	146	9	5708	39.0959
2026-03-24	39.4	39.4	39.4	39.4	39.4	47	5	1852	39.4
2026-03-17	42	42	42	42	42	206	5	8652	42
2026-03-16	41	41	39.2	39.2	39.2	226	10	9212	40.7611
2026-03-11	44	44	40.6	40.6	40.6	125	7	5092	40.736
2026-03-09	41	45	41	45	45	423	10	18031	42.6265
2026-03-05	45	45	40.6	40.6	40.6	1088	13	48674	44.7371
2026-02-23	50	50	50	50	50	1980	5	99000	50
2026-02-20	49.6	49.6	46	46	46	523	7	24069	46.0207
2026-02-16	51	51	51	51	51	120	8	6120	51
2026-02-12	49.8	50	49.8	50	50	2857	20	142688	49.9434
2026-02-11	50	50	50	50	50	115	8	5750	50
2026-02-10	48	48	48	48	48	109	9	5232	48
2026-02-06	48	48	48	48	48	300	12	14400	48

2026-02-05	44	44	44	44	44	442	12	19448	44
2026-02-03	43	45	43	45	45	708	7	30464	43.0282
2026-02-02	42.8	42.8	42.8	42.8	42.8	135	6	5778	42.8
2026-01-29	40	40	38.4	38.4	38.4	817	16	32462	39.7337
2026-01-28	41.2	41.2	40.4	40.4	40.4	290	10	11808	40.7172
2026-01-26	41.4	42.6	41.4	42.6	42.6	286	19	12092	42.2811
2026-01-23	40.4	40.4	40.4	40.4	40.4	300	13	12120	40.4
2026-01-19	50	50	50	50	50	199	5	9950	50
2026-01-14	50	50	50	50	50	42	5	2100	50
2026-01-13	50	50	50	50	50	353	6	17650	50
2026-01-12	50	50	50	50	50	947	14	47350	50
2026-01-09	43	46	43	46	46	631	11	28474	45.1252
2026-01-08	42	42.2	42	42.2	42.2	255	10	10711	42.0039
2026-01-07	51	51	45	45	45	47	6	2127	45.2553
2026-01-06	51	51	51	51	51	193	14	9843	51
2026-01-05	51	51	51	51	51	125	9	6375	51
2025-12-30	42	42	41.8	41.8	41.8	328	7	13776	41.9988
2025-12-23	45.4	45.4	45.2	45.2	45.2	925	7	41991	45.3957
2025-12-18	44.8	44.8	44	44	44	114	5	5040	44.2105
2025-12-16	43.8	43.8	43.8	43.8	43.8	31	5	1358	43.8
2025-12-15	44	44	44	44	44	46	9	2024	44
2025-12-09	39.6	39.6	39.6	39.6	39.6	243	5	9623	39.6
2025-12-01	38.6	38.8	38.6	38.8	38.8	618	11	23915	38.6971
2025-11-28	39	39	39	39	39	377	6	14703	39
2025-11-27	39.6	39.6	39	39	39	202	6	7984	39.5228
2025-11-26	40	40	40	40	40	140	11	5600	40
2025-11-24	41	41	41	41	41	424	11	17384	41
2025-11-21	43	43	41.2	41.2	41.2	361	14	15158	41.9878
2025-11-20	41.2	42	41.2	42	42	464	12	19125	41.2172
2025-11-19	41	41	41	41	41	755	13	30955	41
2025-11-18	40	40	40	40	40	137	9	5480	40
2025-11-17	37.4	37.4	37.4	37.4	37.4	380	13	14212	37.4
2025-11-14	36	37	36	37	37	1023	10	36843	36.0147
2025-11-13	34.8	34.8	34.8	34.8	34.8	872	6	30346	34.8
2025-11-12	35	35	35	35	35	464	7	16240	35
2025-11-11	35	35	35	35	35	665	11	23275	35
2025-11-10	34	34	34	34	34	455	8	15470	34
2025-11-07	34	34	33.2	33.2	33.2	216	6	7336	33.963
2025-11-06	35	35	35	35	35	289	8	10115	35
2025-11-05	34.2	35	34.2	35	35	273	8	9475	34.707
2025-11-04	32.4	33.2	32.4	33.2	33.2	204	6	6636	32.5294
2025-11-03	32	32	32	32	32	94	7	3008	32

2025-10-31	31	31	31	31	31	472	10	14632	31
2025-10-30	30.2	30.8	30.2	30.8	30.8	411	12	12502	30.419
2025-10-29	30	30	30	30	30	873	45	26190	30
2025-10-28	28.6	28.6	28.6	28.6	28.6	843	35	24110	28.6
2025-10-22	26.6	26.6	26.6	26.6	26.6	780	6	20748	26.6
2025-10-20	24.4	24.4	24.4	24.4	24.4	551	6	13444	24.4
2025-10-17	26	26.6	26	26.6	26.6	483	5	12559	26.0012
2025-10-15	24	24	24	24	24	909	5	21816	24
2025-10-13	24	24	24	24	24	386	8	9264	24
2025-09-23	23.4	23.4	23.4	23.4	23.4	105	5	2457	23.4

The trading price of Embention shares increased from €23.4 in September 2025 to €45.0 in June 2026, representing an increase of approximately 92% over the period. The share price showed an overall upward trend, although with periods of both appreciation and correction.

Between November 2025 and February 2026, the share price increased from levels around €35–40 to a maximum of €51. Following this period, the shares experienced a correction, with prices declining to the €38–41 range during March and April 2026.

From April 2026 onwards, the share price remained within a relatively narrow range between €38 and €45, closing at €45 on 2 June 2026. During several trading sessions, the opening, high, low and closing prices were identical, reflecting limited intraday price variation.

Trading volumes and the number of transactions were generally low throughout the period. Accordingly, the market for the Company's shares exhibited limited liquidity, and trading prices may have been influenced by a relatively small number of transactions.

The evolution of the share price during the period coincided with several corporate developments communicated by the Company, including international expansion initiatives, new operational facilities, regulatory certifications and periodic shareholder updates. However, no direct relationship can be established between these announcements and the market performance of the shares.

4. INFORMATION ON THE ADMISSION TO TRADING

4.1 NUMBER OF ISSUED SECURITIES

Number of shares to be listed: 5,982,684 ordinary shares

4.2 REFERENCE PRICE

Closing price on Euronext Access Paris.

4.3 LOCK-UP AGREEMENT

There are no lock-up commitments in place in relation to the Securities.

4.4 DIVIDEND RIGHTS

The full text of the Company's Articles of Association is included in Annex I to this Information Document. The references to the articles governing the dividend policy can be found in Articles 16, 24 bis and 29 of the Company's Articles of Association.

5. ADMISSION TO TRADING AND DEALING ARRANGEMENTS

5.1 OTHER MARKETS WHERE SECURITIES OF THE SAME CLASS HAVE ALREADY BEEN ADMITTED TO LISTING OR TRADING

The Company's ordinary shares (ISIN ES0105639001) have been admitted to trading on the Euronext Access segment of Euronext Paris since 27 April 2022. As part of the planned market transfer, those same shares will be transferred to the Euronext Growth segment of Euronext Paris (ticker: MLEMB) during July 2026. The Company's shares are not currently admitted on any other trading venues.

5.2 ENTITIES WHICH HAVE COMMITMENT TO ACT AS INTERMEDIARIES IN SECONDARY TRADING OR PROVIDING LIQUIDITY

Not applicable.

6. LISTING SPONSOR AND OTHER ADVISORS

6.1 ADVISORS CONNECTED TO THE LISTING PROCESS

Not applicable.

6.2 OWNERSHIP INTEREST IN THE ISSUER HELD BY LISTING SPONSOR, ITS BENEFICIAL OWNERS OR PERSONS WITH MANAGERIAL RESPONSIBILITY

The Listing Sponsor, its ultimate beneficial owners, or its executives do not hold any shareholding in the Company.

6.3 IDENTITY OF THE LISTING SPONSOR AND ANY LIQUIDITY PROVIDER RETAINED BY THE ISSUER

Armanext Asesores, S.L. has been appointed by EMBENTION SISTEMAS INTELIGENTES, S.A. as its Listing Sponsor in connection with the Euronext Growth Paris admission.

7. LARGE TRANSACTIONS

7.1 TRANSACTIONS CARRIED OUT AFTER THE LAST AUDITED ACCOUNTS THAT REPRESENTS A CHANGE OF MORE THAN 25% IN THE ISSUERS TOTAL ASSETS, REVENUE OR PROFIT OR LOSS

Not applicable.

8. ARTICLES OF ASSOCIATION

8.1 UP-TO DATE COPY OF THE ISSUER'S ARTICLES OF ASSOCIATION

A copy of the up to date issuer's Articles of Association is available on the Company's website (www.embention.com).

9. ISSUERS WITHOUT DOCUMENTED EARNINGS CAPACITY

9.1 IF AN ISSUER DOES NOT POSSESS DOCUMENTED EARNINGS CAPACITY, IT SHALL BE MADE CLEAR WHEN THE ISSUER EXPECTS TO BE PROFITABLE

Not applicable.

10. OTHER SIGNIFICANT MATTERS

10.1 SIGNIFICANT MATTERS OR CHARACTERISTICS NOT COVERED BY THE INFORMATION DOCUMENT

Not applicable.

10.2 PRESS RELEASE AND DIVERSE ANNOUNCEMENTS

All legal and financial documents relating to the Company that must be made available to shareholders in accordance with applicable regulations may be consulted at the Company's registered office.

As from the admission of the Company's shares to trading on Euronext Growth regulated information within the meaning of the AMF General Regulation and the Euronext Growth Market Rules will also be available on the Company's website

11. GLOSSARY

“AMF”: The Autorité des Marchés Financiers (AMF) is the regulatory body for financial markets in France. Its main function is to supervise, regulate and protect the integrity of financial markets in the country, ensuring that financial transactions are conducted in a fair and transparent manner.

“Auditor”: Grant Thornton

“Company”: the company requesting admission of its equity securities on Euronext Growth. The Company shall also be referred to as the “Issuer” or “Embention”.

“CPI”: Consumer Price Index.

“ECB”: European Central Bank.

“Euronext”: with a presence in Amsterdam, Brussels, Dublin, Lisbon, Milan, Oslo, and near 2,000 listed firms with over EUR 6 trillion in market capitalization, it is the largest pan-European stock exchange. Created in 2000, it has the largest concentration of liquidity in Europe.

“Euroclear”: the Central Securities Depository or “CSD”. It is the CSD appointed by the Company for the registration of financial instruments admitted to trading on Euronext Access Paris, the name of which is Euroclear France SA. Euroclear France is a public limited company registered in France with the Trade and Companies Register (RCS) of Paris under number B 542 058 086, and with corporate address 66 Rue de la Victoire 75009 Paris, France. It is the entity allowing (i) the Company’s equity securities to be admitted to trading in dematerialized or electronic form (book-entries) and, (ii) that ownership of the shares can be easily transferred without the need of physical certificates of transferability.

“GAAP”: Generally Accepted Accounting Principles.

“GDP”: Gross Domestic Product. The total monetary or market value of all the finished goods and services produced within a country’s borders in a specific time period.

“Iberclear”: Sistema de Compensación y Liquidación de Valores, S.A.

“Information Document”: the “Information Document” or “ID” is a document containing information with regard to the Issuer and the equity securities to be admitted to trading on Euronext Growth Paris which would enable potential investors to make informed investment decisions.

“ISIN”: International Securities Identification Number. It is used to identify securities and financial instruments. It is a code that univocally identifies tradable securities at an international level and has been adopted eagerly in all the world's leading markets that have incorporated it into their settlement and custody processes.

“Issuer”: the Company requesting admission of its equity securities on Euronext Growth Paris. The Issuer shall also be referred to as the “Company”, “Embention”.

“KPI”: Key Performance Indicator

“LEI”: Legal Entity Identifier. It is a unique global identifier of legal entities participating in financial transactions. These can be individuals, companies, or government entities that participate in financial transactions.

²**“Listing Sponsor”**: Armanext Asesores, S.L., the Euronext’s Listing Sponsor appointed by the Issuer.

“Multilateral Trading Facility”: according to article 4.1.(22) of the MIFID 2, means a multilateral system, operated by an Investment Firm or a market operator, which brings together multiple third-party buying and selling interests in financial instruments –in the system and following non-discretionary rules– in a way that results in a contract in accordance with Title II of the MIFID 2.

“Paying Agent”: Banco de Sabadell, S.A.

“Working Capital”: It is the capital required by the Company to carry out its daily activities. It is the difference between the Company's current assets and liabilities.

