



LION CAPITAL S.A.

FORECASTING POLICY

1. OBJECTIVE AND SCOPE

This **Forecasting Policy** sets out the principles and mechanisms applied by Lion Capital in the preparation of its annual financial forecasts and the periodic updates thereof. The forecasting process constitutes an essential corporate governance tool, supporting strategic decision-making and ensuring an appropriate level of informational transparency towards shareholders and the capital market.

2. FORECASTING METHODOLOGY

Financial forecasts are based on rigorous quantitative and qualitative analyses, conducted using information available at the time of preparation. The analysis considers both the macroeconomic and sectoral environment, as well as factors specific to the Company's activity and portfolio structure. The relevant information is integrated into forecasting and budgeting models that generate probabilistic scenarios regarding the evolution of Lion Capital's activity and performance over short- and medium-term horizons, ranging from one to three years. The scenarios incorporate assumptions regarding changes in the legislative and regulatory framework at both national and European level, with potential impact on the financial sector and the capital market.

3. NATURE AND LIMITATIONS OF FORECASTS

The forecasts disclosed are indicative in nature and represent estimates based on publicly available data and assumptions considered reasonable at the date of preparation. Such forecasts are subject to inherent uncertainty, and actual results may differ materially from those anticipated as a result of changes in internal or external factors or the manifestation of identified risks.

4. PERFORMANCE DRIVERS

Lion Capital's financial performance may be influenced, without limitation, by the following key factors:

- **Macroeconomic environment**, including developments in the global and domestic economy, as reflected by indicators such as gross domestic product, inflation, productivity, unemployment and demographic trends;
- **Monetary policy**, namely decisions of the relevant central banks (NBR, ECB, Federal Reserve) regarding interest rates and liquidity conditions, which affect asset valuations and capital flows;
- **Country risk perception**, as reflected in sovereign credit ratings and the evolution of risk indicators, influencing financing costs and investor appetite;
- **Liquidity risks**, arising from the structure of the portfolio, including exposures to unlisted instruments, holdings in companies with low free float, minority shareholdings and similar positions;
- **Specific characteristics of the local capital market**, such as limited market liquidity, a relatively narrow base of active investors and exposure to state-owned companies, which may increase volatility and affect the execution of investment strategies;
- **Sectoral dynamics**, reflected in the risk–return profile of various economic sectors, based on which capital allocations are adjusted;
- **Legislative and regulatory framework**, where amendments may generate uncertainty and reduced predictability in the business environment;
- **Geopolitical and political risks**, with the potential to cause disruptions in the economic, monetary, fiscal and legal environment;
- **Foreign exchange volatility**, affecting the value of foreign-currency-denominated holdings, revaluation results, the portfolio's foreign exchange risk profile and the performance of portfolio companies with international exposure.



5. MONITORING, REVIEW AND UPDATE

Lion Capital continuously monitors relevant economic and financial factors and performs **semi-annual** reviews of its forecasts, taking into account changes in the economic environment. Where significant developments arise with an impact on the *Activity Plan* or the *Income and Expenses Budget*, the forecasting scenarios are updated and the revised assumptions are disclosed through periodic reports.

As part of the budget execution monitoring process, the investment management prepares **monthly** updated estimates for the remaining period of the financial year, including key performance indicators. The assumptions underlying the budget and the business plan are periodically reassessed, and any material deviations from the budgeted trajectory with an impact on forecasted results are reflected in the Company's periodic reports.

6. TRANSPARENCY AND INFORMATION DISCLOSURE PRINCIPLES

Lion Capital discloses the forecasts underpinning its strategic orientation in a transparent, consistent and non-discriminatory manner, in accordance with applicable capital market regulations. Relevant information is disseminated through regulated periodic reports, as well as through the supporting materials underlying the approval of the *Activity Plan* and the *Income and Expenses Budget*, which are subject to annual approval by the General Meeting of Shareholders. These documents are made available to investors on the Company's website, in the dedicated *Investor Relations* section.