

**abrdn European Logistics Income plc**

**Realising all assets in the Company's portfolio in an orderly manner**

**Annual Report 31 December 2025**

## abrdn European Logistics Income plc

Contents	
<b>Overview</b> .....	<b>4</b>
Company Overview .....	4
Chairman’s Statement .....	5
<b>Strategic Report</b> .....	<b>8</b>
Overview of Strategy .....	9
Financial Highlights .....	17
Performance .....	17
Investment Manager’s Review .....	19
Property Portfolio.....	21
Group Structure.....	22
Streamlined Energy and Carbon Reporting.....	23
<b>Governance</b> .....	<b>25</b>
Your Board of Directors.....	25
Director’s Report.....	27
Directors’ Remuneration Report .....	39
Statement of Directors’ Responsibilities in Respect of the Annual Report and the Financial Statements .....	44
Report of the Audit Committee.....	46
<b>Financial Statements</b> .....	<b>50</b>
Independent Auditor’s Report to the Members of abrdn European Logistics Income plc .....	51
Consolidated Statement of Comprehensive Income.....	58
Consolidated Balance Sheet .....	59
Consolidated Statement of Changes in Equity .....	60
Consolidated Statement of Cash Flows.....	61
Notes to the Financial Statements .....	62
Parent Company Balance Sheet .....	92
Parent Company Statement of Changes in Equity.....	93
Parent Company Notes to the Financial Statements.....	94
<b>Corporate Information (Unaudited)</b> .....	<b>105</b>
Information about the Investment Manager .....	105
Investor Information.....	107
Alternative Investment Fund Managers Directive Disclosures (Unaudited).....	111
Glossary of Terms and Definitions and Alternative Performance Measures .....	112
Disclosure Concerning Sustainable Investment (Article 8) (Unaudited) .....	117
Notice of Annual General Meeting .....	135
Contact Addresses .....	140

**Visit our Website**

To find out more about abrdn European Logistics Income plc, please visit: [eurologisticsincome.co.uk](http://eurologisticsincome.co.uk)

**Any Questions?**

If you should have any questions in relation to this Annual Report and financial statements please send them by email to: [European.Logistics@aberdeencpl.com](mailto:European.Logistics@aberdeencpl.com)

**THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION. If you are in any doubt about the action you should take, you are recommended to seek your own independent financial advice from your stockbroker, bank manager, solicitor, accountant or other financial adviser authorised under the Financial Services and Markets Act 2000 if you are in the United Kingdom or, if not, from another appropriately authorised financial adviser.**

**If you have sold or otherwise transferred all your Ordinary shares in abrdn European Logistics Income plc, please forward this document, together with the accompanying documents immediately to the purchaser or transferee, or to the stockbroker, bank or agent through whom the sale or transfer was effected for transmission to the purchaser or transferee.**

# Overview

## Company Overview

The Company, whose shares are admitted to the Official List of the Financial Conduct Authority and to trading on the main market of London Stock Exchange plc, is a UK investment trust with the investment objective of realising all existing assets in the Company's portfolio in an orderly manner.

## Investment Objective

At a General Meeting of the Company held on 23 July 2024 shareholders approved a revised investment objective and investment policy. The revised investment objective is to realise all existing assets in the Company's portfolio in an orderly manner. There has been no change in the investment policy during the year. Full details of the revised investment policy are contained in the Circular to Shareholders dated 5 July 2024, which is available for download on the Company's website: [eurologisticsincome.co.uk](http://eurologisticsincome.co.uk)

Highlights as at 31 December 2025:

	2025	2024
IFRS net asset value (€'000)	138,260	374,108
Net asset value per share (¢) <sup>1</sup>	33.5	90.8
Ordinary dividend paid per share (¢)	4.03	3.36
Net asset value total return (EUR) (%) <sup>1</sup>	(11.2%)	0.9%
Share price total return (GBP)(%) <sup>1</sup>	24.2%	0.1%
Discount to net asset value per share (%) <sup>1</sup>	(9.2%)	(21.9%)
Ongoing charge ratio (%) <sup>1</sup>	1.8%	1.5%
Gearing <sup>1</sup>	27.6%	37.0%

<sup>1</sup> Alternative performance measures - see glossary on pages 112 to 116.

## **Chairman's Statement**

### **Overview**

I am pleased to present the Company's annual report for the year ended 31 December 2025.

My fellow Directors and I greatly appreciate the continued support we have received from Shareholders over the year. The Board has remained committed to the managed wind-down, with the objective of realising all portfolio assets, repaying borrowings and returning capital to Shareholders in a timely manner, while seeking to achieve the best available value on each disposal.

The asset disposal programme is now well advanced. To date, 25 of the original 27 assets have now been sold, generating aggregate gross sales proceeds of over €507 million before the repayment of associated debt.

Of the two remaining assets, one is currently under offer, subject to detailed due diligence and the anticipated signing of sales agreements. Completion is currently expected in early Q2 2026.

One asset remains to be sold and the Manager continues to pursue a disposal. Although the process had been advancing, progress has been slower in recent weeks as heightened geopolitical uncertainty, including the situation involving Iran, together with wider macroeconomic concerns, has affected buyer confidence and transaction timetables for larger asset purchases.

Over the course of 2025, the Company made four capital distributions to Shareholders through the Shareholder-approved B share Scheme, returning an aggregate 39 pence per Ordinary Share, equivalent to approximately £160.75 million.

Overall, when taking into account the assets sold to date, achieved pricing and the pace of capital return, the Board is satisfied with progress thus far and current indications suggest the wind-down should be completed broadly in line with its original value expectations.

On 12 January 2026 the Company announced that it had received a requisition request from DL Invest Group ISR SARL ("DL Invest"), the Company's largest Shareholder, requiring the Directors to convene a general meeting of the Company. Following the requisitioned general meeting, which was held on Friday 20 February 2026, the Board announced that neither of the resolutions proposed by DL Invest had been passed. Excluding the votes cast by DL Invest in favour of its own resolutions to change the Company's managed wind-down investment objective and policy and to replace the Manager, only a further 0.9% of the votes cast were in favour.

### **Portfolio Sales Review**

During the year, the Company made substantial progress with its disposal programme and completed the sale of the following assets:

- Two multi-let warehouses located in Flörsheim and Erlensee, Germany, for aggregate consideration of approximately €66.5 million;
- The Gavilanes, Madrid portfolio, together with two further Spanish assets, for a net consideration of approximately €176 million;
- Three Dutch warehouses for consideration of approximately €62 million;
- Three multi-let warehouse estates located in Krakow, Lodz and Warsaw, Poland, for aggregate consideration of approximately €84 million; and
- Two French warehouses to tenant Dachser France for aggregate consideration of approximately €15.6 million.

Since the year end, the Company has completed the following additional sales:

- The asset located in Gevrey, Dijon, for consideration of approximately €7.9 million;
- The warehouse in Waddinxveen, the Netherlands, for consideration of €35 million; and
- The warehouse located in Noves, near Avignon, for consideration of €47.5 million.

Further details of these asset sales are set out in the Investment Manager's review on pages 19 to 21.

### **B Share Scheme (the 'Scheme')**

During the year, the Board used the Shareholder-approved B Share Scheme to return capital to Shareholders following asset sales.

B Shares of one penny each were issued to all Shareholders by way of a bonus issue and immediately redeemed, equivalent to 4.0, 12.0, 13.0 and 10.0 pence per Ordinary Share and paid respectively on 20 March, 13 August, 30 September and 30 December 2025.

Following these four returns of capital, Shareholders had received an aggregate 39.0 pence per Ordinary Share by the end of the year, with the Company returning a total of £160.75 million.

Shareholders are reminded that no share certificates have been issued in respect of the B Share Scheme. B Shares have been issued and redeemed by the Company's registrar, Equiniti, with each redemption undertaken shortly after issue. In accordance with their terms, all B Shares in issue were compulsorily redeemed and cancelled for an amount equal to the nominal value of one penny paid up on each B Share.

### **Results**

The audited Net Asset Value ("NAV") per Ordinary Share as at 31 December 2025 was 33.5 euro cents (GBP: 29.3p). Allowing for the estimated costs of the realisation of the portfolio, including broker and transaction fees, the NAV per Ordinary Share was 32.6 euro cents (GBP: 28.4p). As noted in previous statements, further latent CGT, currently estimated to be up to 1.2p per Ordinary Share, may be incurred depending on the structure and pricing of the remaining disposals.

Including the interim dividends declared during the year, the NAV total return, excluding realisation costs, was -11.2% in euro terms and -6.3% in sterling terms. The closing Ordinary Share price at 31 December 2025 was 26.6p (31 December 2024: 58.8p), representing a discount to NAV per Share (excluding realisation costs) of 9.2%.

### **Dividend**

In aggregate, distributions of 3.06 euro cents per Ordinary Share were paid in respect of the 2025 financial year (2024: 3.36 euro cents). The equivalent sterling amount paid was 2.63 pence per Ordinary Share. Three interim distributions of 1.06 euro cents, 1.00 euro cents and 1.00 euro cents per Ordinary Share (equivalent to 0.89 pence, 0.86 pence and 0.88 pence respectively) were declared during the year and paid on 30 June 2025, 29 September 2025 and 30 December 2025.

As the disposal programme has progressed, the day-to-day operating costs of the Company and its SPVs are increasingly being met from capital, with such costs reflected in the NAV as they are incurred. The Board continues to keep these costs under close review.

### **Financing**

At the year end, the Company's fixed rate debt facilities totalled €58.2 million (31 December 2024: €235.7 million), with an average all-in interest rate of 2.51%. The loan-to-value (LTV) was 27.6%.

The Berlin Hyp loan of €34.3 million, which had originally been due to expire in June 2025, was extended for a further year to 6 June 2026, with no early repayment charges applicable in the event assets were sold before that date. Following the extension, the loan moved to a three-month floating rate basis and the all-in interest rate, including the bank margin, increased from 1.35% to 3.30%.

Following the sale of Waddinxveen in March 2026, this loan was repaid in full. The only remaining fixed debt facility is that secured against the Den Hoorn property, in the amount of €23.9 million, with an all-in interest rate of 1.38%. This facility expires on 14 January 2028.

During the managed wind-down, the level of gearing will fluctuate as assets are sold and debt is repaid in the most efficient manner possible. The maximum LTV permitted under the Company's prospectus is 50%. Banking covenants are reviewed by the Investment Manager and the Board on a regular basis.

### **Annual General Meeting**

The Company's Annual General Meeting will be held in London on 1 June 2026 at the offices of Aberdeen Group plc at 18 Bishops Square, London E1 6EG at 11:00 a.m. The formal Notice of AGM may be found on page 135 of the Annual Report and financial statements for the year ended 31 December 2025.

In addition to the usual resolutions, in order to continue to assist with the process of distributing net disposal proceeds to Shareholders, the Company is proposing to cancel the amount standing to the credit of the Capital Redemption Reserve of the Company. Resolution 11, which is being proposed as a Special Resolution, requires to be passed by a minimum of 75% of the votes cast by Shareholders entitled to vote. This resolution seeks the approval of Shareholders for the cancellation of the Company's current Capital Redemption Reserve and following Court approval the setting up of a further special reserve for the distribution of capital.

I would urge all Shareholders to support all resolutions being put to the AGM and in particular Resolution 11 which will allow for returns of capital following further sales.

### **Outlook**

While the Board remains satisfied with the progress of the managed wind-down to date, the timing of the sale of the remaining asset not already subject to a signed sale agreement may be impacted by current global market conditions and wider geopolitical uncertainty.

The Board and the Investment Manager continue to balance the objective of achieving the best available value on disposal against the ongoing operating costs of the Company, while maintaining a clear focus on returning capital to Shareholders. The Board remains hopeful of completing the final sale and being in a position to place the Company into liquidation in the second half of this year. However, heightened levels of risk are expected to persist, driven by prolonged trade tensions, weaker consumer sentiment and geopolitical uncertainty, including the situation involving Iran, all of which may weigh on export-led logistics demand and wider market activity.

The Board and its advisers also continue to engage with DL Invest regarding its interest in taking over the management of the Company. The Board will consider any fully developed and appropriately costed proposal only where it believes there is a clear benefit for Shareholders as a whole and where such proposal does not prejudice or delay the final stages of the managed wind-down or the return of capital to Shareholders.

**Tony Roper**

Chairman

21 April 2026

# Strategic Report

## The Company

The Company, whose shares are admitted to the Official List of the Financial Conduct Authority and to trading on the main market of London Stock Exchange plc, is a UK investment trust. The Company was incorporated in England and Wales on 25 October 2017 with registered number 11032222 and launched on 15 December 2017.

## Investment Objective

At a General Meeting of the Company held on 23 July 2024 Shareholders approved a revised investment objective and investment policy. The revised investment objective is to realise all existing assets in the Company's portfolio in an orderly manner.

## Investment Policy (With effect from 23 July 2024)

The Company has pursued its investment objective by effecting an orderly realisation of its assets while seeking to balance maximising returns for Shareholders against the timeframe for disposal. The Company has ceased to make any new commercial real estate acquisitions. Capital expenditure is permitted where it is deemed necessary or desirable by the Board in connection with the realisation, primarily where such expenditure is necessary to protect or enhance an asset's realisable value.

## Diversification of Risk

The net proceeds from realisations is being used to repay borrowings and make timely returns of capital to Shareholders (net of provisions for the Company's costs and expenses) in such manner as the Board considers appropriate.

Any cash received by the Company as part of the realisation process is being held by the Company as cash on deposit and/or in liquid cash equivalents securities (including direct investment in UK treasuries and/or gilts, funds holding such investments, money market or cash funds and/or short-dated corporate bonds or funds that invest in such bonds) pending its return to Shareholders.

## Borrowings and gearing

The Company has not taken any new borrowings during the year and it is not anticipated to take on any new borrowings during the remaining period of the managed wind-down.

The Company's net gearing, calculated as total borrowings less cash/cash equivalents (including money market funds) as a percentage of the Company's gross assets, will not exceed 50%. In the event net gearing exceeds 50%, the Board will look to rectify this position as soon as practicable.

Any material change to the Company's investment policy set out above will require the approval of Shareholders by way of an ordinary resolution at a general meeting and the approval of the Financial Conduct Authority. Non-material changes to the investment policy may be approved by the Board.

## Comparative Index

The Company does not have a benchmark.

## Duration

The Company is in managed wind-down. Refer to the Chairman's Statement for further details and the circular dated 5 July 2024 issued by the Company.

## Overview of Strategy

### Key Performance Indicators (KPIs)

The Board uses a number of financial performance measures to assess the Company's success in achieving its objective and to determine the progress of the Company in pursuing its Investment Policy.

Following the progress made with the managed wind-down during the year, EPRA performance measures are no longer appropriate indicators of performance, given the Company's current focus on asset realisation and capital returns rather than ongoing property investment and portfolio growth. As a result, EPRA measures are no longer disclosed and are not considered Alternative Performance Measures for the purposes of the Company's ongoing reporting.

The main KPIs identified by the Board in relation to the Company, which are considered at each Board meeting, are as follows:

<b>KPI</b>	<b>Description</b>
<b>Portfolio realisation</b>	The Board monitors the rate of portfolio realisation and balances the requirement to return cash to Shareholders with the aim of achieving best value for Shareholders. Refer to Chairman's Statement and Investment Manager's Review for further information on asset sales.
<b>Net asset value total return (EUR)<sup>1</sup></b>	The Board considers the NAV total return to be the best indicator of performance over time and is therefore the main indicator of performance used by the Board. Performance for the year and since inception is set out on page 17.
<b>Share price total return (GBP)<sup>1</sup></b>	The Board also monitors the price at which the Company's shares trade on a total return basis over time. A graph showing the share price performance is shown on page 41.
<b>Premium/ (Discount)<sup>1</sup></b>	The premium/(discount) relative to the NAV per share represented by the share price is monitored by the Board. Calculation of discount to NAV is shown on page 113.
<b>Ongoing charges ratio ("OCR")<sup>1</sup></b>	The OCR is the ratio of expenses as a percentage of average daily shareholders' funds calculated in accordance with the industry standard. As asset sales progress and funds are returned to Shareholders, ongoing operational expenses will become a larger percentage of net assets. The Board carefully reviews all ongoing costs to ensure best value can be attained for Shareholders. The Company's OCR is disclosed on pages 115 to 116.
<b>Liquidation net asset value (NAV)<sup>1</sup></b>	Following the announcement of the managed wind-down, the Company also prepares a net asset value on a liquidation basis that includes deduction of the estimated costs associated with liquidation of the properties and companies. In addition to IFRS net asset value, the board monitors net asset value on a liquidation basis. The Company's Liquidation NAV is disclosed on pages 114 to 115.

<sup>1</sup> Alternative performance measures - see glossary on pages 112 to 116.

## **Manager**

Under the terms of the Management Agreement, the Company has appointed abrdn Fund Managers Limited as the Company's alternative investment fund manager ("AIFM") for the purposes of the AIFM Rules. The AIFM has delegated portfolio management to the Danish Branch of abrdn Investments Ireland Limited which acts as Investment Manager.

Pursuant to the terms of the Management Agreement, the AIFM is responsible for portfolio and risk management on behalf of the Company and will carry out the ongoing oversight functions and supervision and ensure compliance with the applicable requirements of the AIFM Rules. The AIFM and the Investment Manager are both legally and operationally independent of the Company.

## **Dividend Policy**




Subject to compliance with all legal requirements the Company paid interim dividends on a quarterly basis in 2025. As the portfolio asset disposal programme has progressed, the income generated by the Company has fallen significantly. As a result, the Company's ability to maintain the previous levels and frequency of distributions has decreased. Ad hoc distributions may be required to ensure that the Company's investment trust status is maintained through the wind-down process and distributions may also be used to facilitate the return of disposal proceeds to Shareholders.

The Company declares dividends in Euros, but shareholders will receive dividend payments in Sterling. Distributions made by the Company may take the form of either dividend income or "qualifying interest income" which may be designated as interest distributions for UK tax purposes.

## **Principal Risks and Uncertainties**

**Principal Risks and Uncertainties** There are a number of risks which, if realised, could have a material adverse effect on the Company and its financial condition, performance and prospects. The Board has carried out a robust assessment of the principal risks as set out below, ordered by category of risk, together with a description of the mitigating actions taken by the Board. The Board confirms that it has a process in place for regularly reviewing emerging risks that may affect the Company in the future whilst recognising that the ultimate aim is to sell all of the Company's assets and seek shareholder approval to appoint a liquidator in due course. The Board collectively discusses with the Investment Manager areas where there may be emerging risk themes and maintains a register of these. Such risks may include, but are not limited to, future pandemics, the increasing developments in AI, cybercrime, and longer-term climate change. In the event that an emerging risk has gained significant weight or importance, that risk is categorised and added to the Company's risk register and is monitored accordingly

The Board continues to be very mindful of the ongoing military offensive against Iran. This geopolitical event has caused global market disruption, with heightened uncertainty surrounding the potential short and medium-term implications for investment markets. The conflict did not impact real estate valuations as at 31 December 2025, being the financial year-end for the Group. However, the outlook for markets remains volatile and continues to be monitored. The indicators below show how the Board's views on the stated risks have evolved over the last year. In particular, with the Shareholder approved managed wind-down nearing completion, Health and Safety risk (Investment and Asset Management) and Gearing risk (Financial) are no longer considered to be principal risks whilst tax status risk (Compliance) and Influence of a major shareholder risk (Shareholder) have been added as new principal risks.

Description	Mitigating Action	↗ Increasing ↘ Decreasing → Stable Risk
<p><b>Strategic Risk: Strategic Objectives and Performance</b> - The Company's revised strategic objective and performance, both absolute and relative, become unattractive to investors leading to a widening of the discount, potential hostile shareholder actions and the Board fails to adapt the strategy and/or respond to investor demand. Lack of buying interest for assets, lengthy sales processes and mismatched debt repayments may all impact shareholder value.</p>	<p>The Company's strategy and objectives are regularly reviewed by the Board to ensure they remain appropriate and effective. The Board undertook a full strategic review, advised by Investec, and consulted larger shareholders before concluding that a managed wind-down was in the best interests of shareholders as a whole. Shareholders approved a change in the investment objective on 23 July 2024.</p> <p>In addition:</p> <ul style="list-style-type: none"> <li>- The Board meets regularly with the Manager to receive updates on the sales process, valuations and preparedness of assets for sale.</li> <li>- The Board receives regular presentations on the economy and also the property market to identify structural shifts and threats.</li> <li>- There is regular contact with shareholders both through the Manager and the broker with additional direct meetings undertaken by the Chairman and other Directors.</li> <li>- Board reports are prepared by the Manager detailing performance, NAV return and detailed analysis of the sales programme including timelines for expected sales and return of cash to shareholders.</li> <li>- Cash flow projections are prepared by the Manager and reviewed quarterly by the Board.</li> <li>- The Manager maintains regular dialogue with lending banks and has extended/ repaid loans where necessary.</li> <li>- The Board has sought and received advice from tax advisers pertaining to the maintenance of Investment Trust status through the managed wind-down.</li> <li>- Shareholder/market reaction to Company announcements is monitored.</li> </ul>	
<p><b>Shareholder Risk: Influence of a major shareholder</b> - The Company's largest shareholder owns c.17.9% of voting shares. With certain Company resolutions, including to place the affairs of the Company in the hands of a liquidator or cancelling certain capital reserves, requiring special resolutions to be passed by shareholders, a large shareholder could block such resolution/s being passed if shareholder turnout was sufficiently low.</p>	<ul style="list-style-type: none"> <li>- On 20 February 2026 shareholders voted against the resolutions proposed by the Company's largest shareholder at a requisitioned general meeting to change the Company's current managed wind-down investment objective and to change the Manager.</li> <li>- Shareholders have expressed a desire that the managed wind-down is completed and capital returned.</li> <li>- Outside the Company's largest shareholder, no other large shareholder has expressed an intention to support a change to the Company's investment objective.</li> <li>- Company broker provides regular feedback.</li> <li>- Chairman is available for one-to-one meetings with all shareholders.</li> <li>- Aberdeen Investor Relations provides close and regular contact with investors.</li> </ul>	
<p><b>Investment and Asset Management Risk: Investment Strategy</b> - Poorly judged asset management initiatives, length of time taken to complete remaining disposals leading to reduced capital returns to shareholders</p>	<ul style="list-style-type: none"> <li>- Aberdeen has real estate research and strategy teams which provide performance forecasts for different sectors and regions.</li> <li>- There is a team of experienced portfolio managers who have detailed knowledge of the markets in which they operate.</li> <li>- Aberdeen has a detailed investment process for disposals that is required to be signed off internally before the Board reviews any final decision.</li> <li>- The Board is very experienced with Directors having a good knowledge of property markets.</li> <li>- The Board keeps costs under review with contracts terminated/ negotiated to reduce fees and manage costs appropriately.</li> </ul>	

Description	Mitigating Action	↗ Increasing ↘ Decreasing → Stable Risk
<p><b>Financial Risks: Macroeconomic/ Geopolitical</b> - Macroeconomic changes (e.g. levels of GDP, employment, inflation, interest rate and FX movements), political changes (e.g. new legislation) or structural changes (e.g. new technology or demographics) negatively impact commercial property values and the underlying businesses of tenants (market risk and credit risk).</p> <p>Impact on demand for assets during the US/ Iranian conflict and effect on timing of managed wind-down plans.</p>	<ul style="list-style-type: none"> <li>- The Manager's research teams take into account macroeconomic conditions when collating forecasts. This research is fed into Investment Manager decisions regarding remaining disposals.</li> <li>- Rigorous portfolio reviews are undertaken by the Manager and presented to the Board on a regular basis.</li> </ul>	↗
<p><b>Financial Risks: Credit Risk</b> - Credit Risk – the risk that the tenant/counterparty will be unable or unwilling to meet a commitment entered into with the Group: failure of a tenant to pay rent or failure of a deposit taker, or a current exchange rate swap counterparty.</p> <p>At the date of this report only two assets remained unsold with 25 of the original 27 assets sold.</p>	<ul style="list-style-type: none"> <li>- The property portfolio has significantly reduced and the financial performance of remaining tenants continues to be monitored during their lease.</li> <li>- Rent collection from tenants is closely monitored so that early warning signs might be detected.</li> <li>- Deposits are spread across various approved banks and AAA rated liquidity funds.</li> </ul>	↘
<p><b>Financial Risks: Insufficient Income Generation</b> - Lower than anticipated income generation due to significant reduction in income during the managed wind-down resulting in ongoing operational costs being met from capital, thus reducing the capital returns available to shareholders.</p>	<ul style="list-style-type: none"> <li>- Financial projections are reviewed by the Board at regular board meetings. Costs are closely monitored and dividends are paid only to maintain investment trust status.</li> </ul>	↗
<p><b>Operational Risks: Service Providers</b> - Poor performance/inadequate procedures at service providers leads to error, fraud, non-compliance with contractual agreements and/or with relevant legislation or the production of inaccurate or insufficient information for the Company (NAV, Board Reports, Regulatory Reporting) or loss of regulatory authorisation. Key service providers include the AIFM, Company Secretary, the Depositary, the Custodian, the managing agents, lending banks, the Company's Auditor and the Company's registrar.</p>	<ul style="list-style-type: none"> <li>- There is an experienced Investment Manager and Asset Management Team and the IMA has been revised to include key person risk wording.</li> <li>- The Company has engaged an experienced registrar: Equiniti is a reputable worldwide organisation.</li> <li>- All service providers have a strong control culture that is regularly monitored.</li> <li>- The Manager aims to meet all service providers once a year and the Management Engagement Committee reviews all major service providers annually.</li> <li>- The Company has the ability to terminate contracts.</li> </ul>	→
<p><b>Operational Risks: Business continuity</b> - Business continuity risk to any of the Company's service providers or properties, following a catastrophic event e.g. pandemic, terrorist attack, cyber-attack, power disruptions or civil unrest, leading to disruption of service, loss of data etc.</p>	<ul style="list-style-type: none"> <li>- The Manager has a detailed business continuity plan in place with a separate alternative working office if required and the ability for the majority of its workforce to work from home.</li> <li>- The Manager has a dedicated Chief Information Security Officer who leads the Chief Information Security Office covering the following functions: Security Operations &amp; Delivery, Security Strategy, Architecture &amp; Engineering, Data Governance &amp; Privacy, Business Resilience, Governance &amp; Risk, Security &amp; IT.</li> <li>- Properties within the portfolio are all insured.</li> <li>- The IT environment of service providers is reviewed as part of the initial appointment and on an ongoing basis.</li> </ul>	→

Description	Mitigating Action	↗ Increasing ↘ Decreasing → Stable Risk
<b>Compliance Risk: Tax status</b> - Investment trust status could be impacted as the managed wind-down progresses if shareholders did not support proposed resolutions resulting in taxation penalties.	<ul style="list-style-type: none"> <li>- The Company uses experienced tax advisers and has sought additional external advice on investment trusts status through the managed wind-down</li> <li>- Aberdeen in-house tax team is experienced and highly involved with the Company's tax affairs.</li> <li>- The Board maintains close contact with all major shareholders either directly or through the Company broker.</li> </ul>	↗

### Promoting the Company

The Board recognises the importance of maintaining shareholder awareness of the Company during its managed wind-down. The Board believes an effective way to achieve this is through continued subscription to, and participation in, the promotional programme run by Aberdeen on behalf of a number of investment trusts under its management, albeit at a lower, renegotiated rate to reflect the changes following the decision to implement the managed wind-down of the portfolio. This rate remains under review as assets are sold and costs are regularly considered by the Board. The Company's financial contribution to the programme is matched by Aberdeen. Aberdeen's marketing team reports quarterly to the Board giving analysis of activities as well as updates on the shareholder register and any changes in the make-up of that register.

The purpose of the programme in its reduced form is to communicate effectively with existing investors and provide updates as the managed wind-down progresses.

### Board Diversity

The Board recognises the importance of having a range of skilled, experienced individuals with the right knowledge represented on the Board in order to allow the Board to fulfil its obligations. The Board also recognises the benefits and is supportive of the principle of diversity in its recruitment of new Board members. The Board will not display any bias for age, gender, race, sexual orientation, religion, ethnic or national origins, or disability in considering the appointment of its Directors. The Board will continue to ensure that any future appointments are made on the basis of merit against the specification prepared for each appointment and, therefore, the Company does not consider it appropriate to set diversity targets. At 31 December 2025, there were two male Directors and one female Director on the Board. The decision to wind-down the portfolio which will lead to the liquidation of the Company and the Board's decision not to appoint any further Directors in this relatively short time period, means that the Company does not comply with the listing rule requirements relating to diversity. Further details are provided on page 30.

### Sustainable and Responsible Investment

#### Policy and Approach

Further details on Aberdeen's Sustainable and Responsible Investment Policy and Approach for Direct Real Estate are available at [aberdeeninvestments.com](http://aberdeeninvestments.com).

### Environmental, Social and Human Rights Issues

The Company has no employees as the Board has delegated day to day management and administrative functions to abrdn Fund Managers Limited. There are therefore no disclosures to be made in respect of employees. The Company's socially responsible investment policy is outlined in the Investment Manager's Review.

Due to the nature of the Company's business, being a Company that does not offer goods and services to customers, the Board considers that it is not within the scope of the Modern Slavery Act 2015 ("MSA"). The Company is not required to make a slavery and human trafficking statement. The Board considers the Company's supply chains, dealing predominantly with professional advisers and service providers in the financial services industry, to be low risk in relation to this matter. A copy of the Investment Manager's statement on compliance with the Modern Slavery Act is available for download at [aberdeeninvestments.com](http://aberdeeninvestments.com)

The bulk of emissions relating to properties owned by the Company are the responsibility of the tenants and any emissions relating to the Company's registered office are the responsibility of Aberdeen Group plc.

The Company has no direct greenhouse gas emissions to report from the operations of its business, although it is responsible for low emissions generated at certain properties within its portfolio reportable under the Companies Act 2006 (Strategic Report and Directors' Reports) Regulations 2013, see page 117.

### **Viability Statement**

On 24 June 2024, Shareholders voted against the continuation of the Company and, on 23 July 2024, approved a change in investment objective and investment policy allowing the Company to proceed with a managed wind-down and an orderly realisation of assets, returning capital to Shareholders. Further, following the general meeting requisitioned by DL Invest Group ISR SARL ("DL Invest") which was held on Friday 20 February 2026, the Company announced that neither of the resolutions proposed by DL Invest to change the Company's managed wind-down investment objective and policy and to replace the Manager had passed. The Company is therefore preparing its financial statements on a basis other than going concern.

The Company is in managed wind-down but the Board formally considers risks and strategy at least annually. For the purposes of this viability statement the Board has decided that a period of three years is an appropriate period over which to report, although the Board currently expects to have completed the wind-down of the portfolio and put forward proposals for the appointment of a liquidator by no later than the end of 2026.

In assessing the viability of the Company over the review period the Directors have conducted a robust review of the principal risks focusing upon the following factors:

- The ongoing portfolio sales process;
- The principal risks detailed in the Strategic Report;
- The demand for the Company's shares evidenced by the historical level of premium or discount;
- The level of income generated by the Company and the stability of tenants;
- The level of gearing including the requirement to meet lending covenants, negotiate new facilities and repay or refinance existing facilities; and
- The flexibility of the Company's remaining bank facilities for any extension of maturity dates and repayment of these facilities as they fall due.

The Company has modelled severe but plausible downside scenarios for the execution of the managed wind-down proposal, considering different market conditions and risks associated with the repayment of debt. The Directors receive regular updates from the Investment Manager on the execution of the managed wind-down plan outlining the timings for expected disposal proceeds to be received which are reviewed in conjunction with the debt maturity profile. Throughout the year the Investment Manager has engaged with the Company's partner banks in order to mitigate the risk of debt repayments as they fall due. Subsequent to the year end, following the repayment of all but one of the underlying loan facilities, this risk has reduced significantly.

Accordingly, considering the Company's current position and the potential impact of its principal risks and uncertainties, the Directors have a reasonable expectation that the Company will be able to continue in operation and meet its liabilities as they fall due to enable the realisation of the assets in the Company's portfolio in an orderly

manner. In making this assessment, the Board has considered that matters such as significant economic uncertainty, stock market volatility and changes in investor sentiment could have an impact on its assessment of the Company's prospects and viability in the future.

The Directors have considered the Company's income and expenditure projections and believe that they meet the Company's funding requirements.

### **s172 Statement**

The Board is required to describe to the Company's Shareholders how the Directors have discharged their duties and responsibilities over the course of the financial year under section 172 (1) of the Companies Act 2006 (the "s172 Statement"). This s172 Statement requires the Directors to explain how they have promoted the success of the Company for the benefit of its members as a whole, taking into account the likely long-term consequences of decisions, the need to foster relationships with all stakeholders and the impact of the Company's operations on the environment.

The Board's philosophy is that the Company should operate in a transparent culture where all parties are treated with respect and provided with the opportunity to offer practical challenge and participate in positive debate which is focused on the aim of achieving the expectations of Shareholders and other stakeholders alike. The Company does not have any employees. However, the Board reviews the culture and manner in which the Investment Manager operates at its regular meetings and receives regular reporting and feedback from the other key service providers.

The Company's Board of Directors sets the investment objective and policy as published in the most recent prospectus, monitors the performance of all service providers and is responsible for reviewing strategy on a regular basis.

### **Key Stakeholders**

A key stakeholder and service provider for the Company is the Alternative Investment Fund Manager (the "Investment Manager") and this relationship is reviewed at each Board meeting and relationships with other service providers are reviewed at least annually.

**Shareholders** are seen as key stakeholders in the Company. The Board seeks to meet at least annually with shareholders at the Annual General Meeting. This is seen as a very useful opportunity to understand the needs and views of the shareholders. In between AGMs the Directors and Investment Manager also offer programmes of investor meetings with larger institutional, private wealth and other shareholders to ensure that the Company is meeting their needs. Such regular meetings may take the form of joint meetings or solely with a Director where any matters of concern may be raised directly. The Chairman and other Directors are available to meet and speak with Shareholders throughout the managed wind-down process.

The **European partner lending banks** are also key stakeholders. The Company leverages off the Investment Manager's key relationships with a wide range of lending banks and the Investment Manager has regular contact with these banks updating them on the portfolio and valuations and progress towards completing the managed wind-down of the portfolio.

The other key stakeholder group is that of the underlying tenants that occupy space in the properties that the Company owns. Historically, the Board has conducted an annual site visit with the aim of meeting tenants locally and discussing their businesses and needs and assessing where improvements may be made or expectations managed. The Investment Manager's asset managers are tasked with conducting meetings with building managers and tenant representatives in order to ensure the smooth running of the day-to-day management of the properties. The Board receives reports on the tenants' activities at its regular Board meetings.

The Board via the Management Engagement Committee also ensures that the views of its service providers are heard and at least annually reviews these relationships in detail. The aim is to ensure that contractual arrangements remain in line with best practice, services being offered meet the requirements and needs of the Company and performance is

in line with the expectations of the Board, Manager, Investment Manager and other relevant stakeholders. Reviews will include those of the Company depositary, custodian, share registrar, broker, legal adviser and lenders.

The Investment Manager's Report on page 19 to 21 details the key investment decisions taken during the year and subsequently. The Investment Manager has managed the Company's assets in accordance with the revised investment objective provided by shareholders at the General Meeting held in July 2024, under the oversight of the Board. The Company is aiming to maintain gearing or around 35% during the liquidation process and the level at the year-end was 27.6%. Aberdeen's dedicated treasury team has negotiated the debt facilities at competitive market rates.

The Board will continue to monitor, evaluate and seek to improve these processes as the Company winds down, to ensure that the liquidation process is delivered to shareholders and other stakeholders in line with their expectations.

### **Future**

The Board's view on the portfolio sale process can be found in my Chairman's Statement on pages 5 and 6 whilst the Investment Manager's views on the outlook for the remaining assets in the portfolio are included on pages 19 to 21.

### **Tony Roper**

Chairman

21 April 2026

## Financial Highlights

	31 December 2025	31 December 2024
Total assets (€'000)	235,433	661,197
Total equity shareholders' funds (net assets) (€'000)	138,260	374,108
Net asset value per share (cents) <sup>1</sup>	33.5	90.8
Net asset value per share (pence) <sup>1</sup>	29.3	75.3
Share price - (mid market) (pence)	26.6	58.8
Market capitalisation (£'000)	109,638	242,359
Share price discount to sterling net asset value (%) <sup>1</sup>	(9.2)	(21.9)
<b>Dividends and earnings</b>		
Net asset value total return per share (EUR) (%) <sup>1</sup>	(11.2)	0.9
Dividends paid per share	4.03c (3.44p)	3.36c (2.85p)
Revenue reserves (€'000)	32,258	29,026
Profit / (loss) (€'000)	(33,263)	3,030
<b>Operating costs</b>		
Ongoing charges ratio (excluding property costs) (%) <sup>1</sup>	1.8	1.5
Ongoing charges ratio (including property costs) (%)	3.6	2.0

<sup>1</sup> Considered to be an Alternative performance measure (see Glossary on pages 112 to 116 for more information).

## Performance

	Year ended 31 December 2025 %	Year ended 31 December 2024 %	Since Launch %
Share price total return (GBP)	24.2	0.1	1.76
Net asset value total return (EUR)	(11.2)	0.9	(4.0)

## Dividends declared in respect of the Financial Year to 31 December 2025

	Dividend GBP pence	Dividend Euro cents equivalent <sup>1</sup>	Qualifying interest GBP pence	Qualifying interest Euro cents equivalent	ex-dividend date	Record date	Pay date
First interim	0.71	0.85	0.18	0.21	29/05/2025	30/05/2025	30/06/2025
Second interim	0.35	0.41	0.51	0.59	28/08/2025	29/08/2025	29/09/2025
Third interim	0.36	0.41	0.52	0.59	27/11/2025	28/11/2025	30/12/2025
<b>Total</b>	<b>1.42</b>	<b>1.67</b>	<b>1.21</b>	<b>1.39</b>			

<sup>1</sup> The interim distributions are paid in GBP to shareholders on the register. However, over the year shareholders have been able to make an election to receive distributions in euros.

## B Share Capitalisation Issues in respect of the Financial Year to 31 December 2025

<b>B Share Distribution Number</b>	<b>B Shares Ratio to Ordinary shares</b>	<b>Pence per B Share</b>	<b>Funds Returned (£m)</b>	<b>ex-date</b>	<b>Record date</b>	<b>Redemption date</b>	<b>Pay date</b>
1	4 for 1	4.0	16.49	05/03/2025	06/03/2025	07/03/2025	20/03/2025
2	12 for 1	12.0	49.46	29/07/2025	30/07/2025	31/07/2025	13/08/2025
3	13 for 1	13.0	53.58	15/09/2025	16/09/2025	17/09/2025	30/09/2025
4	10 for 1	10.0	41.22	15/12/2025	16/12/2025	17/12/2025	30/12/2025
<b>Total</b>		<b>39.0</b>	<b>160.75</b>				

## **Investment Manager's Review**

I am pleased to present a review of the 2025 financial year for the Company together with market commentary as we continue to implement the managed wind-down.

### **Managed wind-down and asset management update**

In July 2024, Shareholders voted in favour of the revised investment policy, formally approving the implementation of a managed wind-down.

Our main objective in 2025 has been focused on realising all existing assets in the Company's portfolio in an orderly manner. However, the sales strategy has remained tightly integrated with leasing and asset management initiatives, ensuring income streams were secured, liquidity enhanced and individual asset values optimised for disposal.

Against this backdrop, property expenses were higher than in prior periods despite the Company's managed wind-down. This was driven by targeted property initiatives implemented to prepare assets for disposal and improve their marketability, as well as the conclusion of certain property related matters as part of the wind down process. The Investment Manager believes these costs are appropriate in the context of maximising realised disposal values.

Our local teams on the ground are crucial in managing our diverse portfolio and supporting the execution of the managed wind-down. With highly experienced asset management and transactions teams around Europe, we are well-equipped and have engaged directly with occupiers, market participants and local brokers alike to ensure that best value can be achieved through the managed wind-down.

As at 31 December 2025, 5 assets out of 27 were remaining. The Netherlands represented the largest geographic exposure in the portfolio by value (66.0%), France representing the remaining assets (34.0%). Following 3 sales completed post the period end (2 assets sold in France and 1 in the Netherlands), the Company no longer has exposure to France, Spain, Poland and Germany at the time of writing the paper.

### **Foregoing sales and leasing activity**

Since the start of the managed wind-down the Company has disposed of 25 assets of which 21 were sold during the year under review. Over the year, intensive leasing activities across the four countries materially enhanced the value and liquidity of the assets, underpinning buyer demand, supporting pricing and facilitating orderly disposals.

In January 2025, the Company completed the sale of a portfolio of 2 assets located in Madrid and Barcelona, Spain to an institutional buyer for a total price of €29.7 million.

In July, the Company completed the sale of its two multi-let warehouses located in Flörsheim and Erlensee, Germany for an aggregate property value of approximately €66.5 million on a share deal basis to an institutional investor, representing a c.10% premium to the Q1 2025 valuation.

The Company also concluded the sale of two further warehouses across two separate deals, located in Horst and s'Heerenberg, the Netherlands, for an aggregate property value of €34.7 million to, respectively, an institutional investor and a logistics investor, representing a c.3.0% discount to the Q1 2025 valuation.

In Madrid Gavilanes unit 3C in Spain, a lease with MCR was completed on a 7-year term. The unit is fully let. This allowed the Company to complete the sale of the portfolio of nine assets in Gavilanes, Madrid at the end of July to an international logistics investor. The transaction was structured as a corporate disposal, involving the sale of the Spanish subsidiaries that hold the underlying property assets, for a net consideration of approximately €146 million. Following the sale, no CGT was crystallised and the agreed pricing reflected the buyer assuming responsibility for the latent CGT liability within the acquired entities.

In August, the Company completed the disposal of its warehouse in Zeewolde, the Netherlands, for approximately €27.2 million to a logistics investor, representing a 2.5% discount to the Q1 2025 valuation.

In Krakow, Poland, following a recent prolongation of the IDC Polonia lease by 3 years, we also reached an agreement with the main tenant of the building, Lynka (30%) on a 7-year lease extension until 2033 with full indexation, improving liquidity of the asset. The total incentive package to Lynka included a contribution to installing photovoltaic (PV) panels for their exclusive consumption.

Following the above leasing activity in Poland, in October, the Company completed the disposal of the portfolio composed of the three multi-let warehouse estates located in Krakow, Lodz and Warsaw for an aggregate consideration of approximately €84 million to an international investor active in Poland, representing a c.5% discount to the Q2 2025 valuation.

In December, the Company completed the disposal of two warehouses located in Bruges (Bordeaux) and La Crèche (Niort) in France for an aggregate consideration of approximately €15.6 million to their existing tenant, the logistics group Dachser France. The assets were disposed of in line with the values reflected in the Company's Q3 2025 estimated net asset value.

Post Year End, three further sales completed:

In Gevrey, Dijon in France the 12-year lease regear with Dachser was completed with effect from 1 January 2026. It allowed the Company to complete the sale of the asset in January 2026, for a consideration of approximately €7.9 million to an institutional investor, in line with the value reflected in the Company's Q3 2025 estimated net asset value.

In March, the sale of the cross-dock warehouse located in Waddinxveen was completed for a consideration of approximately €35 million to an institutional investor, 4.5% ahead of the Company's independent Q3 2025 valuation.

The company also completed the sale of its last asset in France located in Noves, Avignon for a consideration of €47.5 million to an international investor, in line with the Company's independent Q3 2025 valuation.

These transactions significantly progress the shareholder approved managed wind-down, with 25 of the original 27 assets in the Company's portfolio now sold, generating aggregate gross sales proceeds of over €507 million, prior to the repayment of associated debt.

### **Continued sales progress and leasing activity**

The final 2 assets remain at various stages of the sales process, with further completions targeted in Q2 2026 onwards.

The Investment Manager continues to assess ongoing asset management initiatives, including further possible capital expenditure, and engage with tenants to identify opportunities where the Company can enhance value in advance of potential disposals.

Active leasing execution reduced portfolio voids to 0% as at 31 December 2025, following the successful letting of all vacant units.

Shareholders are reminded that, as the managed wind-down progresses and further asset disposals are completed, the Company's income will decline accordingly with operational costs of the Company and remaining SPVs increasingly being met from capital.

At Ede in the Netherlands, Kruidvat (AS Watson) completed the lease amendment to incorporate the vacant offices (75% of office space) within their demise for nil rent. This tidied up the management arrangements, creating a single let asset, removing the service charge management and administration providing a cleaner single let asset for sale. Discussions are ongoing to sign a further lease amendment to facilitate the reading of previous lease amendments.

Fundamentally, the foregoing sales and leasing activity demonstrates the Investment Manager's commitment to implementing both the sales strategy required for the wind-down, as well as delivering successful asset management and leasing initiatives, which has fed into improved asset liquidity and underpinned valuations through the sales process.

## Property Portfolio

	Country	Property	Principal Tenant	WAULT incl breaks (years)	WAULT excl breaks (years)	% of Portfolio
1	France	Dijon <sup>1</sup>	Dachser	4.0	7.0	5-10
2	France	Avignon, Noves <sup>1</sup>	Biocoop	8.7	8.7	25-30
3	the Netherlands	Den Hoorn	Van der Helm	4.4	4.4	25-30
4	the Netherlands	Ede	AS Watson (Kruidvat)	7.7	7.7	15-20
5	the Netherlands	Waddinxveen <sup>1</sup>	Combilo International	7.9	7.9	20-25
<b>TOTAL</b>				<b>6.7</b>	<b>6.8</b>	

<sup>1</sup> Sold after 31 December 2025.

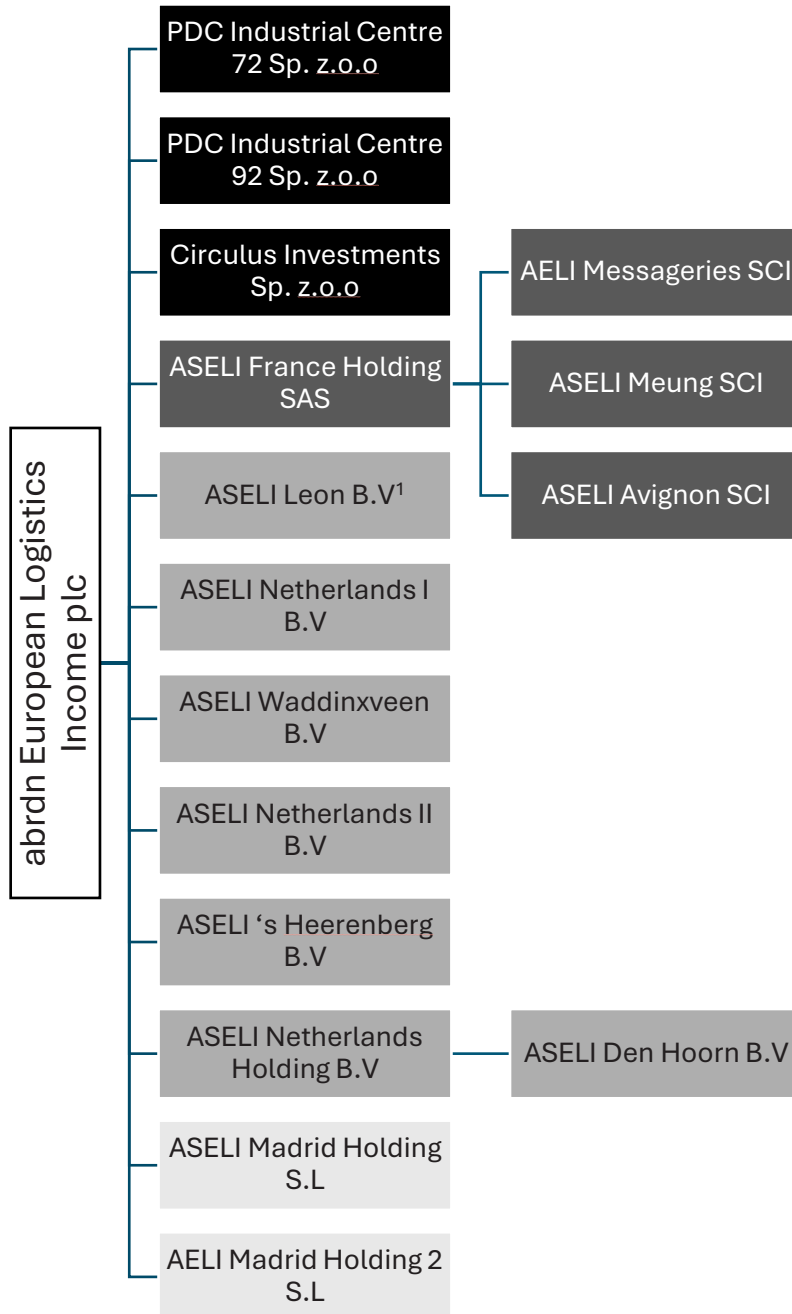
Troels Andersen

Fund Manager, Aberdeen

21 April 2026

## Group Structure

As at 31 December 2025



Legal entity country of domiciliation

United Kingdom	Spain	The Netherlands	France	Poland
----------------	-------	-----------------	--------	--------

<sup>1</sup>Liquidated after 31<sup>st</sup> December 2025.

## Streamlined Energy and Carbon Reporting

SECR table - GHGs					
Data Type (all figures absolute)	2023	2024	2025	% Change 2025 v 2024	% Change 2024 v 2023
Total Scope 1 & 2 GHG Emissions (tCO <sub>2e</sub> )	6,837	5,436	5,398	-1%	-21%
Emissions Intensity (kgCO <sub>2e</sub> /m <sup>2</sup> NLA) - Scopes 1 & 2	24.40	21.05	19.51	-7%	-14%
Total Landlord Energy Consumption (kWh)	16,308,479	16,371,422	12,567,154	-23%	0%

Actual data has been used where possible, however, not all invoices have been received for the reporting year (01/01/2025 to 31/12/2025) and so where actual consumption data is missing, estimated data has been used.

To estimate the missing data an estimation methodology hierarchy has been followed:

1. The first option, which provides the highest level of reliability, is to gap fill the missing data at the meter level using a statistical model based on previous known consumption data.
2. If this option is not available then the next step is to extrapolate the missing data using previously collected data from other tenants or meters in the building and applying it across the relevant floor area.
3. Finally, if the other two options are not suitable then an indexing approach has been taken. This approach applies industry benchmark data for the asset type using a floor area basis. This option has the lowest level of reliability.

### Sustainable Finance Disclosure Regulation (SFDR)

The Company falls in-scope of the EU's Sustainable Finance Disclosure Regulation and is classed as an Article 8 Fund which does not have a sustainable investment objective but promotes environmental and social characteristics as part of its investment process.

The Company's periodic disclosure documentation required as part of its SFDR obligations is shown within the Corporate Information section of this document.

### Taskforce for Climate-related Financial Disclosure (TCFD)

TCFD was established to provide a standardised way to disclose and assess climate-related risks and opportunities. Recommendations are structured around four key topics: Governance, Strategy, Risk Management and Metrics & Targets. The Company is committed to implementing the recommendations of the TCFD to provide investors with information on climate risks and opportunities that are relevant to the business. TCFD covers risks and opportunities associated with two overarching categories of climate risk; transition and physical:

**Transition risks** are those that relate to an asset, portfolio or company's ability to decarbonise. An entity can be exposed to risks as a result of carbon pricing, regulation, technological change and shifts in demand related to the transition.

**Physical risks** are those that relate to an asset's vulnerability to factors such as increasing temperatures and extreme weather events as a result of climate change. Exposure to physical risks may result in, for example, direct damage to assets, rising insurance costs or supply chain disruption.

There is still significant uncertainty and methodological immaturity in assessing climate risks and opportunities and there is not yet a widely recognised net zero carbon standard. Nonetheless, the Company has progressed already with work to model the implications of decarbonising the portfolio in line with a 1.5°C scenario (using the 'Carbon Risk

Real Estate Monitor' (CRREM) as a real estate specific framework to measure against) and undertaken analysis to understand potential future physical climate risks.

There are different regulations in place that require companies to disclose against various levels of TCFD recommendations. Whilst the Company does not fall in scope of the 'Companies (Strategic Report) (related Financial Disclosure) Regulations 2022', the Company still voluntarily follows this framework, as best practice, to provide an overview of the Company's approach to all 11 TCFD recommendations. Note that this disclosure against the TCFD recommendations is entirely voluntary. The Company does, however, fall under the regulatory framework created by the Financial Conduct Authority (FCA) in Policy Statement 21/24, for asset managers, life insurers and FCA-regulated pension providers to make climate-related disclosures consistent with the recommendations of the TCFD. In order to meet this requirement, the Company is required to publish a standalone TCFD report no later than June each year. Please see the 2024 TCFD report for the Company at [aberdeeninvestments.com/en-gb/trusts/prices-and-literature](https://aberdeeninvestments.com/en-gb/trusts/prices-and-literature)

## Governance

### Your Board of Directors

#### Anthony Roper

**Status:** Independent Non-Executive Chairman.

**Length of service:** Eight years, appointed a Director on 8 November 2017 and Chairman on 11 June 2019.

**Experience:** Tony started his career as a structural engineer with Ove Arup and Partners in 1983. In 1994 he joined John Laing plc to review and make equity investments in infrastructure projects both in the UK and abroad and then in 2006 he joined HSBC Specialist Investments ('HSIL') to be the fund manager for HICL Infrastructure Company Limited. In 2011, Tony was part of the senior management team that bought HSIL from HSBC, renaming it InfraRed Capital Partners. Tony was a Managing Partner and a senior member of the infrastructure management team at InfraRed Capital Partners until June 2018. He holds a MA in Engineering from Cambridge University and is an ACMA.

**Last re-elected to the Board:** 25 June 2025.

**Contribution:** The Nomination Committee has reviewed the contribution of Mr Roper in light of his forthcoming re-election at the AGM to be held on 1 June 2026 and concluded that Mr Roper has continued to skilfully chair the Company through a turbulent yet successful year for the Company, making himself available often at short notice for Board meetings and investment and corporate update meetings without one hundred percent attendance for the year. Mr Roper's real estate and investment trust experience is deeply valued by his fellow Directors.

**Committee membership:** Audit Committee, Management Engagement Committee and Nomination Committee.

**Remuneration:** £60,000 per annum.

**All other public company directorships:** SDCL Efficiency Income Trust plc and Foresight Solar Fund Limited.

**Connections with Company or Investment Manager:** None.

**Shared Directorships with any other Trust Directors:** None.

**Shareholding in Company:** 122,812 Ordinary shares

#### Caroline Gulliver

**Status:** Senior Independent Non-Executive Director.

**Length of service:** Eight years, appointed a Director on 8 November 2017.

**Experience:** Caroline is a chartered accountant with over 25 years' experience at Ernst & Young LLP, latterly as an executive director before leaving in 2012. During that time, she specialised in the asset management sector and developed an extensive experience in the investment trust sector. She is a director of a number of other investment companies.

**Last re-elected to the Board:** 25 June 2025.

**Contribution:** The Nomination Committee has reviewed the contribution of Ms Gulliver in light of her forthcoming re-election at the AGM to be held on 1 June 2026 and concluded that Ms Gulliver has continued to expertly chair the Audit Committee through the year drawing on her significant wealth of financial and accounting experience.

**Committee membership:** Audit Committee (Chairman), Nomination Committee and Management Engagement Committee.

**Remuneration:** £47,000 per annum.

**All other public company directorships:** Polar Capital Global Healthcare Trust plc and MIGO Opportunities Trust plc.

**Connections with Company or Investment Manager:** None.

**Shared Directorships with any other Directors:** None.

**Shareholding in Company:** 90,000 Ordinary shares

### **John Heawood**

**Status:** Independent Non-Executive Director.

**Length of service:** Eight years, appointed a Director on 8 November 2017.

**Experience:** John has over 40 years' experience as a Chartered Surveyor advising a broad range of investors, developers and occupiers. He was a partner, and subsequently a director, of DTZ responsible for the London-based team dealing with industrial, logistics and business park projects across the UK. In 1996 he was appointed to the board of SEGRO plc and was responsible for its UK business for the next 12 years. From 2009-2013 he was managing director of the Ashtenne Industrial Fund, a £500 million multi-let industrial and logistics portfolio managed by Aviva on behalf of 13 institutional investors. John is currently also a trustee of Marshalls Charity.

**Last re-elected to the Board:** 25 June 2025.

**Contribution:** The Nomination Committee has reviewed the contribution of Mr Heawood in light of his forthcoming re-election at the AGM to be held on 1 June 2026 and concluded that Mr Heawood has continued to provide significant real estate experience and insight to the Board as well as expertly chairing the Management Engagement Committee.

**Committee membership:** Management Engagement Committee (Chairman), Audit Committee and Nomination Committee.

**Remuneration:** £40,000 per annum.

**All other public company directorships:** None

**Connections with Company or Investment Manager:** None.

**Shared Directorships with any other Directors:** None.

**Shareholding in Company:** 60,000 Ordinary shares

## **Director's Report**

The Directors present their Report and the audited financial statements for the year ended 31 December 2025.

### **Results and Dividends**

Details of the Company's results and dividends are shown on page 4 of this Annual Report. The dividend policy is disclosed on page 37.

### **Investment Trust Status**

The Company was incorporated on 25 October 2017 (registered in England & Wales No. 11032222) and has been accepted by HM Revenue & Customs as an investment trust subject to the Company continuing to meet the relevant eligibility conditions of Section 1158 of the Corporation Tax Act 2010 and the ongoing requirements of Part 2 Chapter 3 Statutory Instrument 2011/2999 for all financial periods commencing on or after 15 December 2017. The Directors are of the opinion that the Company has conducted its affairs for the year ended 31 December 2025 so as to enable it to comply with the ongoing requirements for investment trust status and continue to engage with advisers and monitor the position during the managed wind-down in seeking to maintain investment trust status.

### **Individual Savings Accounts**

The Company has conducted its affairs so as to satisfy the requirements as a qualifying security for Individual Savings Accounts. The Directors intend that the Company will continue to conduct its affairs in this manner.

### **Share Capital**

The Company's capital structure is summarised in note 16 to the financial statements. At 31 December 2025, there were 412,174,356 fully paid Ordinary shares of 1p each in issue. During the year no Ordinary shares were purchased in the market for treasury or cancellation and no Ordinary shares were issued or sold from Treasury.

### **B Share Scheme**

On 22 November 2024 Shareholders approved the authority for the Company to issue and redeem up to £300 million of B Shares. During the year, the Board returned capital to Shareholders by way of a bonus issue of redeemable B Shares (with a nominal value of one penny each), which were immediately redeemed by the Company for cash consideration equal to the amount treated as paid up on the issue of the B Shares. The Board considers this to be one of the fairest and most efficient ways of returning substantial amounts of cash to Shareholders.

The quantum and timing of any return(s) of capital to Shareholders under a B Share Scheme is at the discretion of the Board and will be dependent on the realisation of the Company's investments and its liabilities, general working capital requirements and the amount and nature (from a tax perspective) of its distributable reserves. The adoption of a B Share scheme does not limit the ability of the Company to return cash to Shareholders by using other mechanisms and the Board will continue to monitor the tax effectiveness and cost efficiency of using B Shares.

### **First B Share Capitalisation Issue**

On 17 February 2025, the Board resolved to return approximately £16.5 million in aggregate to Shareholders via an issue of B Shares on the basis of 4 B Shares for every 1 Ordinary Share held at the record date of 6 March 2025. The proceeds from the redemption of the B Shares, equivalent to 4.0 pence per Ordinary Share and totalling £16,486,974, were paid to Shareholders on 20 March 2025.

### **Second B Share Capitalisation Issue**

On 16 July 2025, the Board further resolved to return approximately £49.5 million in aggregate to Shareholders via a second issue of B Shares on the basis of 12 B Shares for every 1 Ordinary Share held at the record date of 30 July

2025. The proceeds from the redemption of the B Shares, equivalent to 12.0 pence per Ordinary Share and totalling £49,460,923, were paid to Shareholders on 13 August 2025.

### **Third B Share Capitalisation Issue**

On 29 August 2025 the Board resolved to return approximately £53.5 million in aggregate to Shareholders via a third issue of B Shares on the basis of 13 B Shares for every 1 Ordinary Share held at the record date of 16 September 2025. The proceeds from the redemption of the B Shares, equivalent to 13.0 pence per Ordinary Share and totalling £53,582,666, were paid to shareholders on 30 September 2025.

### **Fourth B Share Capitalisation Issue**

On 2 December 2025 the Board resolved to return approximately £41.2 million in aggregate to Shareholders via a fourth issue of B Shares on the basis of 10 B Shares for every 1 Ordinary Share held at the record date of 16 December 2025. The proceeds from the redemption of the B Shares, equivalent to 10.0 pence per Ordinary Share and totalling £41,217,436, were paid to Shareholders on 30 December 2025.

### **Voting Rights, Share Restrictions and Amendments to Articles of Association**

Ordinary shareholders are entitled to vote on all resolutions which are proposed at general meetings of the Company. The Ordinary shares carry a right to receive dividends. On a winding up, after meeting the liabilities of the Company, the surplus assets will be paid to Ordinary shareholders in proportion to their shareholdings.

There are no restrictions concerning the transfer of securities in the Company; no special rights with regard to control attached to securities; no agreements between holders of securities regarding their transfer known to the Company; and no agreements which the Company is party to that might affect its control following a takeover bid.

In accordance with the Companies Act, amendments to the Company's Articles of Association may only be made by shareholders passing a special resolution in general meeting.

### **Borrowings**

A full breakdown of the Company's loan facilities is provided in note 14 to the financial statements.

### **Management Agreement**

Under the terms of a Management Agreement dated 17 November 2017 between the Company and the AIFM, abrdn Fund Managers Limited (and amended by way of side letters dated 25 May 2018, 22 February 2019, 24 January 2023 and 10 July 2024), the AIFM was appointed to act as alternative investment fund manager of the Company with responsibility for portfolio management and risk management of the Company's investments. Under the terms of the Management Agreement, the AIFM may delegate portfolio management functions to the Investment Manager and is entitled to an annual management fee together with reimbursement of all reasonable costs and expenses incurred by it and the Investment Manager in the performance of its duties.

Effective 1 August 2024 the Company has paid lower management fees at the rate of 0.5% (reduced from 0.75%) and additional disposal fees between 0.65% and 0.75% depending on the net disposal proceeds realised on sale of investment properties. In addition, with effect from 23 July 2024, the Management Agreement became terminable by the Company or aFML on not less than three months' notice with such notice not to be served before 31 March 2025.

The annual management fee is payable in Euros quarterly in arrears, save for any period which is less than a full calendar quarter when it would be paid on a pro rata basis.

The AIFM has also been appointed by the Company under the terms of the Management Agreement to provide day-to-day administration services to the Company and provide the general company secretarial functions required by the

Companies Act. In this role, the AIFM will provide certain administrative services to the Company which includes reporting the Net Asset Value, bookkeeping and accounts preparation. Effective from March 2020 accounting and administration services undertaken on behalf of the Company have been delegated to Brown Brothers Harriman.

The AIFM has also delegated the provision of the general company secretarial services to abrdn Holdings Limited.

### **Risk Management**

Details of the financial risk management policies and objectives relative to the use of financial instruments by the Company are set out in note 23 to the financial statements.

### **The Board**

The current Directors are Ms Gulliver, Mr Heawood and Mr Roper who, were the only Directors who served during the year. In accordance with the Articles of Association, each Director will retire from the Board at the Annual General Meeting convened for 1 June 2026 and, being eligible, will offer himself or herself for re-election to the Board. In accordance with Principle 23 of the AIC's 2024 Code of Corporate Governance, each Director will retire annually and submit themselves for re-election at the AGM.

The Board considers that there is a balance of skills and experience within the Board relevant to the leadership and direction of the Company and that all the Directors contribute effectively.

In common with most investment trusts, the Company has no employees. Directors' & Officers' liability insurance cover has been maintained throughout the year at the expense of the Company.

### **Board Diversity**

As indicated in the Strategic Report, the Board recognises the importance of having a range of skilled, experienced individuals with the right knowledge represented on the Board in order to allow it to fulfil its obligations. The Board also recognises the benefits and is supportive of, and will give due regard to, the principle of diversity in its recruitment of new Board members. The Board will not display any bias for age, gender, race, sexual orientation, socio-economic background, religion, ethnic or national origins or disability in considering the appointment of Directors. The Board will continue to ensure that all appointments are made on the basis of merit against the specification prepared for each appointment. The Board aims to take account of the targets set out in the FCA's Listing Rules, which are set out below. However, given the revised investment objective of the Company and the on-going sale of the portfolio, which is expected to complete in the shorter term, the Board decided not to recruit a new non-executive Director to replace Ms Wilde who retired in June 2024. Consequently, as the sales process culminates the Company is no longer in compliance with some of these diversity targets.

As an externally managed investment company, the Board employs no executive staff and therefore does not have a chief executive officer (CEO) or a chief financial officer (CFO) - both of which are deemed senior board positions by the FCA. However, the Board considers the Chair of the Audit Committee to be a senior board position, and the following disclosure is made on this basis. Other senior board positions recognised by the FCA are chair of the board and senior independent director (SID). In addition, the Board has resolved that the Company's year-end date be the most appropriate date for disclosure purposes.

The following information has been voluntarily disclosed by each Director and is correct as at 31 December 2025.

	<b>Number of Board Members</b>	<b>Percentage of the Board</b>	<b>Number of Senior Positions on the Board<sup>3</sup></b>
<b>Men</b>	2	66.6%	1
<b>Women<sup>1</sup></b>	1	33.3%	2
<b>Prefer not to say</b>	-	-	-
<b>White British or other White (including minority-white groups)</b>	3	100%	3
<b>Minority Ethnic<sup>2</sup></b>	-	-	0
<b>Prefer not to say</b>	-	-	-

<sup>1</sup> Following the retirement of Ms Wilde in June 2024, this does not meet the target that at least 40% of Directors are women as set out in LR 6.6.6R (9)(a)(i).

<sup>2</sup> Given that the Company is in managed wind-down which is expected to be completed in the shorter term, the Company is not recruiting for further Board members. Therefore, this does not currently meet the target that at least one Director is from a minority ethnic background as set out in LR 6.6.6R (9)(a)(iii).

<sup>3</sup> The Company meets the target that at least one of the senior positions is filled by a woman as set out in LR 6.6.6R (a) (ii) for the year ended 31 December 2025. Senior positions defined as Chair, Audit Chair and Senior Independent Director.

### **The Role of the Chairman and Senior Independent Director**

The Chairman is responsible for providing effective leadership to the Board, by setting the tone of the Company, demonstrating objective judgement and promoting a culture of openness and debate. The Chairman facilitates the effective contribution and encourages active engagement by each Director. In conjunction with the Company Secretary, the Chairman ensures that Directors receive accurate, timely and clear information to assist them with effective decision-making. The Chairman leads the evaluation of the Board and individual Directors, and acts upon the results of the evaluation process by recognising strengths and addressing any weaknesses. The Chairman also engages with major shareholders offering annual review meetings and ensures that all Directors understand shareholder views.

The Senior Independent Director acts as a sounding board for the Chairman and as an intermediary for other directors, when necessary. The Senior Independent Director takes responsibility for an orderly succession process for the Chairman and leads the annual appraisal of the Chairman's performance and is also available to shareholders to discuss any concerns they may have.

### **Corporate Governance**

The Company is committed to high standards of corporate governance. The Board is accountable to the Company's shareholders for good governance, and this statement describes how the Company has applied the principles identified in the UK Corporate Governance Code as published in 2024 (the "UK Code"), which is available on the Financial Reporting Council's (the "FRC") website: [frc.org.uk](https://www.frc.org.uk).

The Board has also considered the principles and provisions of the AIC Code of Corporate Governance as published in 2024 (the "AIC Code"). The AIC Code addresses the principles and provisions set out in the UK Code, as well as setting out additional provisions on issues that are of specific relevance to the Company. The AIC Code is available on the AIC's website: [theaic.co.uk](https://www.theaic.co.uk).

The Board considers that reporting against the principles and provisions of the AIC Code, which has been endorsed by the FRC, provides more relevant information to shareholders. The full text of the Company's Corporate Governance Statement can be found on the Company's website: [eurologisticsincome.co.uk](http://eurologisticsincome.co.uk).

The Board confirms that, during the year, the Company complied with the principles and provisions of the AIC Code and the relevant provisions of the UK Code, except as set out below.

Provision 24 of the UK Code requires members of the Audit Committee to be independent and ordinarily the Chair of the Company would not be a member of the Committee. However, provision 29 of the AIC Code permits companies to include the Chair as a member of the Audit Committee subject to the provision of an explanation. In September 2024, following the earlier retirement of Ms Diane Wilde, the Chair, Tony Roper joined the Audit Committee as a member. Given the small size of the Board and its decision not to appoint any further Directors now that the Company is in managed wind-down, the appointment of the Chair to this Committee provides the Committee with flexibility. The Company confirms that the Chair was independent upon appointment and remains independent.

The UK Code includes provisions relating to:

- interaction with the workforce (provisions 2, 5 and 6);
- the need for an internal audit function (provision 26);
- the role and responsibility of the chief executive (provisions 9 and 14);
- previous experience of the chairman of a remuneration committee (provision 32); and
- executive directors' remuneration (provisions 33 and 36 to 40).

The Board considers that these provisions are not relevant to the position of the Company, being an externally managed investment company. In particular, all of the Company's day-to-day management and administrative functions are outsourced to third parties. As a result, the Company has no executive directors, employees or internal operations. The Company has therefore not reported further in respect of these provisions.

During the year ended 31 December 2025, the Board had four scheduled meetings and over 14 other ad hoc Board meetings as well as numerous update calls, together with engagement with the Company's largest shareholder, DL Invest. In addition, the Audit Committee met three times and there was one meeting of the Management Engagement Committee and one meeting of the Nomination Committee. Between meetings the Board maintains regular contact with the Investment Manager. The Directors have attended the following scheduled Board meetings and Committee meetings during the year ended 31 December 2025 (with their eligibility to attend the relevant meeting in brackets):

<b>Director</b>	<b>Board</b>	<b>Audit Committee</b>	<b>MEC</b>	<b>Nomination</b>
T Roper	4 (4)	3 (3)	1 (1)	1 (1)
C Gulliver	4 (4)	3 (3)	1 (1)	1 (1)
J Heawood	4 (4)	3 (3)	1 (1)	1 (1)

#### **Policy on Tenure**

The Board's policy on tenure is that Directors need not serve on the Board for a limited period of time only. The Board does not consider that the length of service of a Director is as important as the contribution he or she has to make, and therefore the length of service will be determined on a case-by-case basis. However, in accordance with corporate governance best practice and the future need to refresh the Board over time, it is currently expected that Directors will not typically serve on the Board beyond the Annual General Meeting following the ninth anniversary of their appointment.

## **Board Committees**

### **Audit Committee**

The Audit Committee Report is on pages 46 to 49 of this Annual Report.

### **Nomination Committee**

All appointments to the Board of Directors are considered by the Nomination Committee which, due to the relatively small size of the Board, comprises all of the Directors and is chaired by the Chairman of the Company. The Nomination Committee advises the Board on succession planning, bearing in mind the balance of skills, knowledge and experience existing on the Board, and will make recommendations to the Board in this regard. The Nomination Committee also advises the Board on its balance of relevant skills, experience and length of service of the Directors serving on the Board. The Board's overriding priority if appointing new Directors in the future will be to identify the candidate with the best range of skills and experience to complement existing Directors. The Board recognises the benefits of diversity and its policy on diversity is disclosed in the Strategic Report on page 13 and also on pages 29 and 30 above.

The Committee has put in place the necessary procedures to conduct, on an annual basis, an appraisal of the Chairman of the Board, Directors' individual self-evaluation and a performance evaluation of the Board as a whole and its Committees. In 2025 the Board conducted an external evaluation using the services of Board Forms, an external evaluation consultancy which is independent of the Company. The evaluation was based upon completed questionnaires covering the Board, individual Directors, the Chairman, the Management Engagement Committee Chairman and the Audit Committee Chairman. The Chairman then met each Director individually to review their responses whilst the Senior Independent Director met with the Chairman to review his performance.

In accordance with Principle 23 of the AIC's Code of Corporate Governance which recommends that all directors of investment companies should be subject to annual re-election by shareholders, all the members of the Board will retire at the forthcoming Annual General Meeting and will offer themselves for re-election. In conjunction with the evaluation feedback, the Committee has reviewed each of the proposed reappointments and concluded that each of the Directors has the requisite high level and range of business and financial experience and recommends their re-election at the forthcoming AGM. Details of the contributions provided by each Director during the year are disclosed on pages 25 and 26.

The Committee has reviewed the current size of the Board and the skill set provide by the existing Directors and has concluded that in the run up to the liquidation of the Company there is no need to search for and appoint a new non-executive Director.

### **Management Engagement Committee**

The Management Engagement Committee comprises all of the Directors and is chaired by Mr Heawood. The Committee reviews the performance of the Manager and Investment Manager and its compliance with the terms of the management and secretarial agreement. The terms and conditions of the Manager's appointment, including an evaluation of fees, are reviewed by the Committee on an annual basis. Based upon the competitive management fee and expertise of the Manager, the Committee believes that the continuing appointment of the Manager on the terms agreed is in the interests of shareholders as a whole. The Committee also, at least annually, reviews the Company's relationships with its other service providers. These reviews aim to ensure that services being offered meet the requirements and needs of the Company, provide value for money and performance is in line with the expectations of stakeholders.

## **Remuneration Committee**

Under the FCA Listing Rules, where an investment trust has only non-executive directors, the Code principles relating to directors' remuneration do not apply. Accordingly, matters relating to remuneration are dealt with by the full Board, which acts as the Remuneration Committee.

The Company's remuneration policy is to set remuneration at a level to attract individuals of a calibre appropriate to the Company's future development. Further information on remuneration is disclosed in the Directors' Remuneration Report on pages 39 to 43.

## **Terms of Reference**

The terms of reference of all the Board Committees may be found on the Company's website [eurologisticsincome.co.uk](http://eurologisticsincome.co.uk) and copies are available from the Company Secretary upon request. The terms of reference are reviewed and re-assessed by the relevant Board Committee for their adequacy on an annual basis.

## **Going Concern**

The Directors, as at the date of this report, are required to consider whether they have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future.

Following a comprehensive strategic review of the options available to the Company and after consulting with advisers, as well as considering feedback from a number of larger shareholders, the Directors announced in May 2024 that a managed wind-down of the Company would be in the best interests of Shareholders as a whole. On 23 July 2024, Shareholders voted in favour of the new investment policy, formally approving a managed wind-down. As a result, the Company's investment objective is focused on realising all existing assets in the Company's portfolio in an orderly manner.

At the Requisitioned General Meeting held on 20 February 2026 shareholders overwhelmingly supported the Board's recommendation to vote against proposals from the Company's largest shareholder DL Invest Group ISR SARL for (i) the replacement of the Company's investment policy on terms substantially similar to the investment policy of the Company which was in effect prior to the adoption of the existing investment policy and (ii) the replacement of Company's Investment Manager with DL Invest Group ISR SARL. Consequently, the Board is continuing to proceed with the managed wind down of the remaining assets in the portfolio in accordance with the wishes of the majority of the Company's shareholders and will endeavour to return the net proceeds to Shareholders in a timely manner before proposing the appointment of a liquidator.

Whilst the Directors are satisfied that the Company has adequate resources to continue in operation throughout the remaining wind-down period and to meet all liabilities as they fall due, given that the Company is now in managed wind-down, the Directors consider it appropriate to continue to adopt a basis other than going concern in preparing the financial statements.

No material adjustments to accounting policies or the valuation basis have arisen as a result of ceasing to apply the going concern basis.

Additional details about going concern are disclosed in note 1 to the financial statements.

## **Management of Conflicts of Interest**

The Board has a procedure in place to deal with a situation where a Director has a conflict of interest. As part of this process, the Directors prepare a list of other positions held and all other conflict situations that may need to be authorised either in relation to the Director concerned or his/her connected persons. The Board considers each Director's situation and decides on any course of action required to be taken if there is a conflict, taking into consideration what is in the best interests of the Company and whether the Director's ability to act in accordance with

his or her wider duties is affected. Each Director is required to notify the Company Secretary of any potential, or actual, conflict situations that will need authorising by the Board. Authorisations given by the Board are reviewed at each Board meeting.

No Director has a service contract with the Company although Directors are issued with letters of appointment upon appointment. No Director had any interest in contracts with the Company during the year or subsequently.

The Board has adopted appropriate procedures designed to prevent bribery. The Company receives periodic reports from its service providers on the anti-bribery policies of these third parties. It also receives regular compliance reports from the Investment Manager.

The Criminal Finances Act 2017 introduced the corporate criminal offence of “failing to take reasonable steps to prevent the facilitation of tax evasion”. The Board has confirmed that it is the Company’s policy to conduct all of its business in an honest and ethical manner. The Board takes a zero-tolerance approach to the facilitation of tax evasion, whether under UK law or under the law of any foreign country.

### **Accountability and Audit**

The respective responsibilities of the Directors and the auditor in connection with the financial statements are set out on pages 44 and 57 respectively.

Each Director confirms that:

- so far as he or she is aware, there is no relevant audit information of which the Company’s auditor is unaware; and,
- each Director has taken all the steps that they ought to have taken as a Director in order to make themselves aware of any relevant audit information and to establish that the Company’s auditor is aware of that information.

Additionally, there have been no important events since the year end that impact this Annual Report.

The Directors have reviewed the level of non-audit services provided by the independent auditor during the year amounting to £nil (2024: £nil) and remain satisfied that the auditor’s objectivity and independence is being safeguarded.

### **Independent Auditor**

The auditor, KPMG LLP, has indicated its willingness to remain in office. The Directors will place a resolution before the Annual General Meeting to re-appoint KPMG LLP as auditor for the ensuing year, should an audit be required for 2026, and to authorise the Directors to determine its remuneration.

### **Internal Control**

The Board is ultimately responsible for the Company’s system of internal control and for reviewing its effectiveness and confirms that there is an ongoing process for identifying, evaluating and managing the significant risks faced by the Company. This process has been in place for the year under review and up to the date of approval of this Annual Report and Financial Statements. It is regularly reviewed by the Board and accords with the FRC Guidance.

The Board has reviewed the effectiveness of the system of internal control. In particular, it has reviewed the process for identifying and evaluating the significant risks affecting the Company and policies by which these risks are managed.

The Directors have delegated the investment management of the Company’s assets to members of the Aberdeen Group within overall guidelines, and this embraces implementation of the system of internal control, including financial, operational and compliance controls and risk management. Internal control systems are monitored and supported by the Aberdeen Group’s internal audit function which undertakes periodic examination of business processes, including

compliance with the terms of the management agreement, and ensures that recommendations to improve controls are implemented.

Risks are identified and documented through a risk management framework by each function within the Aberdeen Group's activities. Risk includes financial, regulatory, market, operational and reputational risk. This helps the Aberdeen group internal audit risk assessment model identify those functions for review. Any weaknesses identified are reported to the Board, and timetables are agreed for implementing improvements to systems. The implementation of any remedial action required is monitored and feedback provided to the Board.

The significant risks faced by the Company have been identified as being strategic; investment and asset management; financial; regulatory; and operational.

The key components of the process designed by the Directors to provide effective internal control are outlined below:

- the AIFM prepares forecasts and management accounts which allows the Board to assess the Company's activities and review its performance;
- the Board and AIFM have agreed clearly defined investment criteria, specified levels of authority and exposure limits. Reports on these issues, including performance statistics and investment valuations, are regularly submitted to the Board and there are meetings with the AIFM and Investment Manager as appropriate;
- as a matter of course the AIFM's compliance department continually reviews Aberdeen's operations and reports to the Board on a six monthly basis;
- written agreements are in place which specifically define the roles and responsibilities of the AIFM and other third-party service providers and, where relevant, ISAE3402 Reports, a global assurance standard for reporting on internal controls for service organisations, or their equivalents, are reviewed;
- the Board has considered the need for an internal audit function but, because of the compliance and internal control systems in place within Aberdeen, has decided to place reliance on the Investment Manager's systems and internal audit procedures. At its March 2026 meeting, the Audit Committee carried out an annual assessment of internal controls for the year ended 31 December 2025 by considering documentation from the AIFM and the Depositary, including the internal audit and compliance functions and taking account of events since 31 December 2025. The results of the assessment, that internal controls are satisfactory, were then reported to the Board at the subsequent Board meeting.

Internal control systems are designed to meet the Company's particular needs and the risks to which it is exposed. Accordingly, the internal control systems are designed to manage rather than eliminate the risk of failure to achieve business objectives and by their nature can only provide reasonable and not absolute assurance against misstatement and loss.

### Substantial Interests

The Board has been advised that the following shareholders owned 3% or more of the issued Ordinary share capital of the Company as at 31 December 2025 (based upon 412,174,356 Ordinary shares in issue):

<b>Fund Manager</b>	<b>Shares at 31 December 2025</b>	<b>% at 31 December 2025</b>
DL Invest Group	73,869,211	17.92
East Riding of Yorkshire	33,000,000	8.01
Hargreaves Lansdown, stockbrokers (EO)	28,852,093	7.00
Interactive Investor (EO)	20,393,759	4.95
Quilter Cheviot Investment Management	19,189,003	4.66
AJ Bell, stockbrokers (EO)	14,236,550	3.45
RBC Brewin Dolphin Ireland	14,212,278	3.45

There have been no significant changes notified in respect of the above holdings between 31 December 2025 and 21 April 2026.

### **Relations with Shareholders**

The Directors place a great deal of importance on communication with shareholders. The Annual Report will be widely distributed to other parties who have an interest in the Company's performance. Shareholders and investors may obtain up to date information on the Company through the freephone information service shown under Investor Information and on the Company's website [eurologisticsincome.co.uk](http://eurologisticsincome.co.uk).

abrdn Holdings Limited (aHL) has been appointed Company Secretary to the Company. Whilst aHL is a wholly owned subsidiary of the Aberdeen Group, there is a clear separation of roles between the Investment Manager and Company Secretary with different board compositions and different reporting lines in place. The Board notes that, in accordance with Market Abuse Regulations, procedures are in place to control the dissemination of information within the Aberdeen Group plc group of companies when necessary. Where correspondence addressed to the Board is received there is full disclosure to the Board. This is kept confidential if the subject matter of the correspondence requires confidentiality.

The Board's policy is to communicate directly with shareholders and their representative bodies without the involvement of representatives of the Investment Manager (including the Company Secretary and Investment Manager) in situations where direct communication is required and usually a representative from the Board is available to meet with major shareholders on an annual basis in order to gauge their views.

The Notice of the Annual General Meeting, included within the Annual Report and financial statements, is sent out at least 20 working days in advance of the meeting. In normal circumstances, all Shareholders have the opportunity to put questions to the Board or the Investment Manager at the Company's Annual General Meeting. Shareholders are, however, invited to send any questions for the Board and/or the Investment Manager on the Annual Report by email to [European.Logistics@aberdeenplc.com](mailto:European.Logistics@aberdeenplc.com). The Company Secretary is available to answer general shareholder queries at any time throughout the year.

### **Annual General Meeting**

The Annual General Meeting will be held on 1 June 2026 at 18 Bishops Square, London E1 6EG at 11:00 a.m. In addition to the usual resolutions the following matters will be proposed at the AGM:

#### **Special Business: Purchase of the Company's Shares**

Resolution 9 is a special resolution proposing to renew the Directors' authority to make market purchases of the Company's shares in accordance with the provisions contained in the Companies Act 2006 and the Listing Rules of the Financial Conduct Authority. The minimum price to be paid per Ordinary share by the Company will not be less than £0.01 per share (being the nominal value) and the maximum price should not be more than the higher of (i) an amount equal to 5% above the average of the middle market quotations for an Ordinary share taken from the London Stock Exchange Daily Official List for the five business days immediately preceding the date on which the Ordinary share is contracted to be purchased; and (ii) the higher of the price of the last independent trade and the current highest independent bid on the trading venue where the purchase is carried out.

The Directors do not intend to use this authority to purchase the Company's Ordinary shares unless to do so would result in an increase in NAV per share and would be in the interests of Shareholders generally. The authority sought will be in respect of 14.99% of the issued share capital as at the date of the Annual General Meeting rather than the date of this document.

The Directors view buybacks as a useful tool for seeking to assist in the management of the liquidity of the Company's shares which could be used as one of a number of methods to address imbalances of supply and demand which, arithmetically, can cause discounts to NAV per share. However, the Company's revised investment objective means that most available cash will be returned to shareholders where possible in the form of capital distributions. Shares bought back would be purchased at a discount to the prevailing NAV per share and the result would be accretive to the NAV for all on-going shareholders.

The authority being sought will expire at the conclusion of the Annual General Meeting in 2027 or 30 June 2027, whichever is earlier unless it is renewed before that date. Any Ordinary shares purchased in this way will either be cancelled and the number of Ordinary shares will be reduced accordingly or held in treasury.

This share buyback power will give the Directors additional flexibility going forward and the Board considers that it will be in the interests of the Company that such authority be available. Share buybacks will only take place when, in the view of the Directors, to do so will be to the benefit of Shareholders as a whole.

### **Special Business: Notice of Meetings**

Resolution 10 is a special resolution seeking to authorise the Directors to call general meetings of the Company (other than Annual General Meetings) on 14 days' clear notice. This approval will be effective until the Company's Annual General Meeting in 2027 or 30 June 2027, whichever is earlier. In order to utilise this shorter notice period, the Company is required to ensure that Shareholders are able to vote electronically at the general meeting called on such short notice. The Directors confirm that, in the event that a general meeting is called, they will give as much notice as practicable and will only utilise the authority granted by Resolution 10 in limited and time sensitive circumstances.

### **Special Business: Cancellation of the Capital Redemption Reserve**

In order to assist with the process of distributing net disposal proceeds to Shareholders by way of B Share capital redemptions, the Company is proposing to cancel the Company's current Capital Redemption Reserve in order to create a further distributable reserve for the purposes of supporting distributions under the Companies Act.

Resolution 11, to be proposed at the General Meeting, seeks the approval of Shareholders for the cancellation of the Company's current Capital Redemption Reserve.

### **Dividend Policy**

As a result of the timing of the payment of the Company's quarterly dividends, the Company's Shareholders are unable to approve a final dividend each year. In line with good corporate governance, the Board therefore proposes to put the Company's dividend policy to Shareholders for approval at the Annual General Meeting and on an annual basis.

Resolution 3 is an ordinary resolution to approve the Company's dividend policy. The Company's dividend policy shall be that dividends on the Ordinary shares are payable as required to maintain investment trust status during the managed wind down and, if deemed expedient by the Board, to return sale proceeds to shareholders in a timely manner and the last dividend referable to a financial year end will not be categorised as a final dividend that is subject to Shareholder approval. The Company has the flexibility in accordance with its Articles to make distributions from capital.

Shareholders should note that references to "dividends" are intended to cover both dividend income and income which is designated as an interest distribution for UK tax purposes and therefore subject to the interest streaming regime applicable to investment trusts.

## **Recommendation**

Your Board considers Resolutions 9 to 11 to be in the best interests of the Company and its members as a whole and most likely to promote the success of the Company for the benefit of its members as a whole. Accordingly, your Board unanimously recommends that Shareholders should vote in favour of all Resolutions to be proposed at the AGM, as they intend to do in respect of their own beneficial shareholdings amounting to 272,812 Ordinary shares.

By order of the Board

**abrdn Holdings Limited**

Company Secretaries

Registered Office:

280 Bishopsgate London EC2M 4AG

21 April 2026

## Directors' Remuneration Report

The Board has prepared this report in accordance with the regulations governing the disclosure and approval of Directors' remuneration. This Directors' Remuneration Report comprises three parts:

### Remuneration Policy

Which is subject to a binding shareholder vote every three years (or sooner if varied during this interval) – approved by Shareholders at the AGM held on 25 June 2025;

### Implementation Report

Which provides information on how the Remuneration Policy has been applied during the year and which is subject to an advisory vote on the level of remuneration paid during the year; and

### Annual Statement

Which confirms compliance with the regulations.

The law requires the Company's Auditor to audit certain of the disclosures provided in this report. Where disclosures have been audited, they are indicated as such. The auditor's opinion is included in the report on page 51.

### Remuneration Policy

The Directors' remuneration policy takes into consideration the principles of UK Corporate Governance and there have been no changes to the policy during the year nor are there any changes proposed for the foreseeable future. No shareholder views were sought in setting the remuneration policy although any comments received from shareholders are considered by the Board.

As the Company has no employees and the Board is comprised wholly of non-executive Directors and, given the size and nature of the Company, the Board has not established a separate Remuneration Committee. Directors' remuneration is determined by the Board as a whole.

The Directors are non-executive and the Company's Articles of Association limit the annual aggregate fees payable to the Board of Directors to £300,000 per annum. This cap may be increased by shareholder resolution from time to time.

The annualised fees payable to Directors as at 31 December 2025 were:

	£
Chairman	60,000
Chairman of Audit Committee	47,000
Director	40,000

The fees were increased to the above levels with effect from 1 July 2025.

Subject to this overall limit, the Board's policy is that the remuneration of non-executive Directors should reflect the nature of their duties, responsibilities and the value of their time spent and be fair and comparable to that of other investment trusts that are similar in size, have a similar capital structure and have a similar investment objective or managed wind-down strategy.

## **Appointment**

- The Company only appoints non-executive Directors.
- Directors must retire and be subject to election at the first AGM after their appointment and voluntarily submit themselves for annual election.
- New appointments to the Board will be placed on the fee applicable to all Directors at the time of appointment.
- No incentive or introductory fees will be paid to encourage a Directorship.
- The Directors are not eligible for bonuses, pension benefits, share options, long-term incentive schemes or other benefits.
- Directors are entitled to re-imbusement of out-of-pocket expenses incurred in connection with the performance of their duties, including travel expenses.
- The Company indemnifies its Directors for all costs, charges, losses, expenses and liabilities which may be incurred in the discharge of duties, as a Director of the Company.

## **Performance, Service Contracts, Compensation and Loss of Office**

- The Directors' remuneration is not subject to any performance-related fee.
- No Director has a service contract, although Directors are issued with letters of appointment.
- No Director has an interest in any contracts with the Company during the year or subsequently.
- The terms of appointment provide that a Director may be removed upon three months' notice.
- Compensation will not be due upon leaving office.
- No Director is entitled to any other monetary payment or to any assets of the Company.

Directors' and Officers' liability insurance cover is maintained by the Company on behalf of the Directors. Under the Articles, the Company indemnifies each of the Directors out of the assets of the Company against any liability incurred by them as a Director in defending proceedings or in connection with any application to the Court in which relief is granted and separate deeds of indemnity exist in this regard between the Company and each Director.

The Directors' Remuneration Policy was approved at the AGM held on 25 June 2025 and became effective for the three-year period to 31 December 2027.

## **Implementation Report**

### **Directors' Fees**

The Board has carried out an annual review of the level of fees payable to Directors including analysis of fees paid by comparable investment companies. The Board concluded that in light of the ongoing managed wind-down and notwithstanding the considerably increased workload that has been placed upon the Board in 2025 and early 2026 there will be no change to the level of fees for the Directors in 2026. The Board reiterates its expectation that it does not expect to make any further increases to Directors' fee levels up to completion of the managed wind-down and the point when the Company is liquidated and the Directors terminate their involvement with the Company. The fees were last increased with effect from 1 July 2025. There are no further fees to disclose as the Company has no employees, chief executive or executive directors. A resolution to approve the Directors' Remuneration Report (excluding the Directors' Remuneration Policy but including the Implementation Report) will be proposed at the forthcoming AGM.

### **Company Performance**

The following chart illustrates the total shareholder return (including reinvested dividends) for a holding in the Company's shares as compared to the FTSE All Share Index for the period from launch to 31 December 2025 (rebased to 100 at launch). Given the absence of any meaningful index with which to compare performance, the FTSE All Share index is deemed to be the most appropriate one against which to measure the Company's performance.

### Inception to 31 December 2025



### Statement of Voting at Annual General Meeting

At the Company's AGM held on 25 June 2025, Shareholders approved the Directors' Remuneration Report in respect of the year ended 31 December 2024 (other than the Directors' Remuneration Policy) and the Directors' Remuneration Policy for the three years ending 31 December 2027. The following proxy votes were received on the resolutions:

Resolution	For*	Against	Withheld
(2) Receive and Adopt Directors' Remuneration Report (approved on 25 June 2025)	210.5m (99.7%)	0.6m (0.3%)	0.25m
(3) Approve Directors' Remuneration Policy (approved on 25 June 2025)	210.4m (99.7%)	0.7m (0.3%)	0.28m

\* Including discretionary votes.

## Spend on Pay (Audited)

### Fees Payable

The Directors received the following fees which exclude employers' NI and any VAT payable for the year ended 31 December 2025 and the year ended 31 December 2024.

Fees are pro-rated where a change takes place during a financial year. Increases were effective from 1 July 2025.

Director	2025 £'000	2024 £'000
T Roper	59	56
C Gulliver	46	43.5
J Heawood	39	37
D Wilde <sup>1</sup>	-	18
<b>Total</b>	<b>144</b>	<b>154.5</b>

<sup>1</sup> Ms Wilde retired from the Board on 24 June 2024.

In euro terms the Directors were paid €167,000 (2024: €180,000).

The table below shows the actual expenditure in the year in relation to Directors' remuneration and shareholder dividends.

	2025 €'000	2024 €'000
Directors' Fees paid	167	180
Dividends paid	16,610	13,850

### Sums Paid to Third Parties

None of the fees disclosed above were payable to third parties in respect of making available the services of the Directors.

### Annual Percentage Change in Directors' Remuneration

The table below sets out the annual percentage change in Directors' fees for the past five years.

	2025 %	2024 <sup>1</sup> %	2023 %	2022 %	2021 %
T Roper	5.4	3.7	8.0	2.0	4.3
C Gulliver	5.8	3.6	5.0	2.6	2.6
J Heawood	5.4	2.8	2.9	2.9	3.0

<sup>1</sup> In the 2024 Annual Report, the percentage changes in Directors' remuneration were presented on a different basis to prior years, comparing the revised annual fee rates to the prior year's rates. On this basis, the percentage increases disclosed for 2024 were 7.4% for T Roper, 7.1% for C Gulliver and 5.6% for J Heawood.

These percentages have been recalculated to reflect the actual annual remuneration paid in 2024, taking into account that the fee increases applied during the year, consistent with the methodology used in other years.

### Directors' Interests in the Company

The Directors are not required to have a shareholding in the Company. The Directors' interests in contractual arrangements with the Company are as shown in note 23 to the financial statements. The Directors (including connected persons) as at 31 December 2025 had no interest in the share capital of the Company other than those interests, all of which are beneficial interests,

	Ordinary shares 31 Dec 2025	Ordinary shares 31 Dec 2024
T Roper	122,812	122,812
C Gulliver	90,000	90,000
J Heawood	60,000	60,000

These interests were unchanged at 21 April 2026, being the nearest practicable date prior to the signing of this Report.

### Annual Statement

On behalf of the Board and in accordance with Part 2 of Schedule 8 of the Large and Medium-sized Companies and Groups (Accounts and Reports) (Amendment) Regulations 2013, I confirm that the above Report on Remuneration Policy and Remuneration Implementation summarises, as applicable, for the year ended 31 December 2025:

- the major decisions on Directors' remuneration;
- any substantial changes relating to Directors' remuneration made during the year; and
- the context in which the changes occurred and in which decisions have been taken.

### Tony Roper

Chairman

21 April 2026

## **Statement of Directors' Responsibilities in Respect of the Annual Report and the Financial Statements**

The Directors are responsible for preparing the Annual Report and the Group and parent Company financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare Group and parent Company financial statements for each financial year. Under that law they have elected to prepare the Group financial statements in accordance with UK-adopted international accounting standards and applicable law and have elected to prepare the parent Company financial statements in accordance with applicable law (UK Generally Accepted Accounting Practice), including FRS 101 Reduced Disclosure Framework.

Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and parent Company and of the Group's profit or loss for that period. In preparing each of the Group and parent Company financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable, relevant, reliable and prudent;
- for the Group financial statements, state whether they have been prepared in accordance with UK-adopted international accounting standards;
- for the parent Company financial statements, state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the parent Company financial statements;
- assess the Group and parent Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the Group or the parent Company or to cease operations or have no realistic alternative but to do so. As explained in note 1(a) to the Financial Statements, the Directors do not believe that it is appropriate to prepare these financial statements on a going concern basis.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the parent Company's transactions and disclose with reasonable accuracy at any time the financial position of the parent Company and enable them to ensure that its financial statements comply with the Companies Act 2006. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Group and to prevent and detect fraud and other irregularities.

Under applicable law and regulations, the Directors are also responsible for preparing a Strategic Report, Directors' Report, Directors' Remuneration Report and Corporate Governance Statement that complies with that law and those regulations.

The Directors are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

In accordance with Disclosure Guidance and Transparency Rule ("DTR") 4.1.16R, the financial statements will form part of the annual financial report prepared under DTR 4.1.17R and 4.1.18R. The auditor's report on these financial statements provides no assurance over whether the annual financial report has been prepared in accordance with those requirements.

## **Responsibility statement of the Directors in respect of the annual financial report**

We confirm that to the best of our knowledge:

- the financial statements, prepared in accordance with the applicable set of accounting standards, give a true and fair view of the assets, liabilities, financial position and profit or loss of the company and the undertakings included in the consolidation taken as a whole; and
- the Strategic Report/Directors' Report includes a fair review of the development and performance of the business and the position of the issuer and the undertakings included in the consolidation taken as a whole, together with a description of the principal risks and uncertainties that they face.

We consider the Annual Report and financial statements, taken as a whole, is fair, balanced and understandable and provides the information necessary for shareholders to assess the Group's position and performance, business model and strategy.

By order of the Board

**Tony Roper**

21 April 2026

## Report of the Audit Committee

I am pleased to present the report of the Audit Committee (the ‘Committee’) for the year ended 31 December 2025 which has been prepared in compliance with applicable legislation.

### Committee Composition

The Audit Committee comprises three independent Directors: Mr Heawood, Mr Roper and myself (Ms Gulliver) as Chair. Mr Roper was appointed to the Audit Committee following the retirement of Ms Wilde. Following the implementation of the managed wind-down and with a view to minimising costs the Company’s Board now consists of only three Directors. The Directors have satisfied themselves that at least one of the Committee’s members has recent and relevant financial experience.

I am a member of the Institute of Chartered Accountants of Scotland (ICAS) and I confirm that the Audit Committee as a whole has competence relevant to the investment trust sector and that at least one member has competence in accounting.

### Functions of the Committee

The principal function of the Committee is to assist the Board in relation to the reporting of financial information, the review of financial controls and the management of risk. The Committee has defined terms of reference which are reviewed and re-assessed for their adequacy on an annual basis. Copies of the terms of reference are published on the Company’s website.

The Committee’s main audit review functions are listed below:

- to review and monitor the internal control systems and risk management systems (including review of non-financial and emerging risks) on which the Company is reliant;
- to develop and implement policy on the engagement of the Auditor to supply non-audit services. No non-audit fees were paid to the Auditor during 2025 (2024: £nil). The Audit Committee reviews and approves the provision of all non-audit services in the light of the potential for such services to impair the Auditor’s independence;
- to consider annually whether there is a need for the Company to have its own internal audit function;
- to review and challenge the investment valuation process employed by the Investment Manager;
- to monitor the integrity of the half-yearly and annual financial statements of the Company by reviewing, and challenging where necessary, the actions and judgements of the Investment Manager;
- to review, and report to the Board on, the significant financial reporting issues and judgements made in connection with the preparation of the Company’s financial statements, interim reports, announcements and related formal statements;
- to review the content of the Half Yearly Report and Annual Report and Financial Statements and advise the Board on whether, taken as a whole, it is fair, balanced and understandable and provides the information necessary for Shareholders to assess the Company’s performance, business model and strategy;
- to meet with the Auditor to review their proposed audit programme of work and the findings of the Auditor. The Committee shall also use this as an opportunity to assess the effectiveness of the audit process;
- to review a statement from the Investment Manager detailing the arrangements in place within the AIFM whereby the AIFM staff may, in confidence, escalate concerns about possible improprieties in matters of financial reporting or other matters (“whistleblowing”);
- to make recommendations in relation to the appointment of the Auditor and to approve the remuneration and terms of engagement of the Auditor;
- to review the Company’s audit arrangements and consider the requirement for an audit tender in line with best practice;
- to monitor and review annually the Auditor’s independence, objectivity, effectiveness, resources and qualifications;

- to investigate, when an auditor resigns, the reasons giving rise to such resignation and consider whether any action is required; and
- To report to the Board on how the Committee has discharged its responsibilities.

### **Performance Evaluation of the Committee**

In 2025 an externally facilitated evaluation of the Audit Committee was conducted by the Board using the services of Board Forms. The evaluation, which concluded that the Committee operated effectively, was based upon questionnaires and the results allowed the Committee members to agree priorities for future consideration.

### **Activities During the Year**

The Audit Committee met three times during the year when it considered the Half Yearly Report in detail, reviewed the Auditor's audit planning report and reviewed the Annual Report and financial statements together with the auditor's completion report. The reviews of the Half Yearly Report and Annual Report included detailed work in relation to the Going Concern status and viability of the Company together with significant oversight of the preparation of the financial statements. Representatives of the AIFM's internal audit, risk and compliance departments reported to the Committee at these meetings on matters such as internal control systems, risk and the conduct of the business in the context of its regulatory environment. The Audit Committee continues to believe that the Company does not require an internal audit function of its own as it delegates its day-to-day operations to third parties from whom it receives internal controls reports.

### **Review of Internal Control Systems and Risk**

The Committee considers the internal control systems and a matrix of risks at each of its meetings. There is more detail on the process of these reviews in the Directors' Report. In addition, details of the principal risks faced by the Company can be found within the Strategic Report on pages 34 and 35.

### **Financial Statements and Significant Issues**

During its review of the Company's financial statements for the year ended 31 December 2025, the Audit Committee considered the following significant issues, including, in particular, those communicated by the Auditor as key areas of audit emphasis during their planning and reporting of the year end audit.

**Valuation of Investment Property** - The valuation of the Group's investment properties is performed by an independent external valuer in accordance with the RICS Red Book. The valuation of investment property requires significant judgement and estimates by the independent valuer. The Committee is responsible for reviewing and challenging the investment valuation process employed. The independent valuer is appointed by the Investment Manager and its direct property pricing committee is responsible for ensuring that the valuation is independent, fair and compliant with the Aberdeen valuation policies. Portfolio managers are responsible for correcting any matters of factual inaccuracy during the valuation process but are not permitted to express any opinion in relation to the valuation itself.

**Recoverability of Investment in subsidiaries** - The Company's investment in subsidiaries is recognised at lower of carrying value and its recoverable amount. Recoverable amount is determined as the higher of an asset's fair value less costs of disposal (FVLCOD) and its value in use. The value in use represents the present value of future cash flows expected to be derived from the asset. When the carrying value exceeds the recoverable amount, an impairment provision is recognised. This determination of impairment involves estimates such as future cash flows and the fair value of investment properties.

The net asset value of each investment is reviewed to assess whether there is sufficient value within the subsidiary to meet required cash flows. A key factor in this assessment is the fair value of the investment properties owned by the

subsidiary. The Committee is responsible for reviewing and challenging the investment valuation process employed across its subsidiaries. In cases where cash shortfalls are expected, the carrying value of the loans is impaired, and losses are recognised in the statement of comprehensive income.

**Impact of changes in basis of preparation of financial statements** - As the Company continues to prepare its annual accounts on a basis other than going concern, the assessment of assets held for sale remains a key area of judgment. This assessment requires ongoing consideration of the criteria for classification, including the likelihood of sale within the next 12 months, the asset's current condition, and the extent of active marketing efforts to locate a buyer. The judgments applied in this assessment continue to be critical, as they directly impact the presentation of these assets in the financial statements. The Audit Committee has reviewed these judgments to ensure they remain appropriate and continue to reflect prevailing market conditions and the Company's objectives during the managed wind-down process.

The continued preparation of the annual accounts on a basis other than going concern also requires an ongoing reassessment of the amortised cost of loans payable. This reassessment involves evaluating expected cash flows arising from the anticipated disposal of investment properties, the timing of loan repayments, and any associated early repayment penalties. The judgments applied in determining the measurement of these liabilities remain significant, as they directly affect their presentation and valuation in the financial statements. The Audit Committee has reviewed these judgments to ensure they continue to reflect the Company's current financial position and its objectives throughout the managed wind-down period.

### **Going Concern**

On 24 June 2024, Shareholders voted against the continuation of the Company and, on 23 July 2024, approved a change in investment objective and investment policy allowing the Company to proceed with a managed wind-down and an orderly realisation of assets, returning capital to Shareholders. The Company is therefore preparing its financial statements on a basis other than going concern.

### **Review of Financial Statements**

The Committee is responsible for the review of the Company's Annual Report. The process is extensive, requiring input from a number of different third-party service providers. The Committee reports to the Board on whether, taken as a whole, the Annual Report and financial statements are fair, balanced and understandable. In so doing, the Committee has considered the following matters:

- the existence of a comprehensive control framework surrounding the production of the Annual Report and Financial Statements which includes a number of different checking processes;
- the existence of extensive levels of reviews as part of the production process involving the depositary, the AIFM, the Company Secretary and the Auditor as well as the Committee's own expertise;
- the controls in place within the various third-party service providers to ensure the completeness and accuracy of the financial records and the security of the Company's assets;
- the externally audited internal control reports of Aberdeen Group plc, and related service providers.

The Committee has reviewed the Annual Report and the work undertaken by the third-party service providers and is satisfied that, taken as a whole, the Annual Report and Financial Statements is fair, balanced and understandable. The Committee has reported its findings to the Board which in turn has made its own statement in this regard in the Directors' Responsibility Statement on pages 44 and 45.

## **Review of Independent Auditor**

The Audit Committee has reviewed the effectiveness of the Auditor including:

- **Independence:** the Auditor discusses with the Audit Committee, at least annually, the steps it takes to ensure its independence and objectivity and makes the Committee aware of any potential issues, explaining all relevant safeguards – the Audit Committee is satisfied that the Auditor continues to be independent and objective;
- **Quality of audit work:** (i) the ability to resolve issues in a timely manner – the Audit Committee is confident that identified issues are satisfactorily and promptly resolved; (ii) its communications/presentation of outputs – the Audit Committee is satisfied that the explanation of the audit plan, any deviations from it and the subsequent audit findings are comprehensible; and (iii) working relationship with management – the Audit Committee is satisfied that the Auditor has a constructive working relationship with the Investment Manager and the Board; and,
- **Quality of people and service including continuity and succession plans:** the Audit Committee is satisfied that the audit team is made up of sufficient, suitably experienced staff.

The Audit Committee therefore supports the recommendation to the Board that the reappointment of the Auditor be put to Shareholders for approval at the AGM.

## **Tenure of the Auditor**

KPMG has held office as Auditor since the incorporation of the Company in 2017. In accordance with present professional guidelines the audit partner will be rotated after no more than five years and the year ended 31 December 2025 is the third year for which the present partner has served. The Committee considers KPMG, the Company's auditor, to be independent of the Company. Companies Act legislation requires listed companies to tender the audit every 10 years and rotate after a maximum of 20 years.

## **Caroline Gulliver**

Audit Committee Chairman

21 April 2026

## **Financial Statements**

The audited net asset value (“NAV”) per share as at 31 December 2025 was 33.5c (GBP 29.3p), compared with the NAV per share of 90.8c (GBP 75.3p) at the end of 2024, reflecting, with the interim dividends paid, a NAV total return of -11.2% (2024: 0.9%) for the year in euro terms.



# Independent auditor's report

## to the members of abrden European Logistics Income plc

### 1. Our opinion is unmodified

We have audited the financial statements of abrden European Logistics Income plc ("the Company" or "the Parent Company") and its subsidiaries (together "the Group") for the year ended 31 December 2025 which comprise the Consolidated Statement of Comprehensive Income, Consolidated Balance Sheet, Consolidated Statement of Changes in Equity, Consolidated Statement of Cash Flows, Parent Company Balance Sheet, Parent Company Statement of Changes in Equity, and the related notes, including the accounting policies in notes 1 to the Group and Parent Company financial statements. These financial statements have not been prepared on the going concern basis for the reason set out in note 1.

#### In our opinion:

- the financial statements give a true and fair view of the state of the Group's and of the parent Company's affairs as at 31 December 2025 and of the Group's net return for the year then ended;
- the Group financial statements have been properly prepared in accordance with UK-adopted international accounting standards;
- the parent Company financial statements have been properly prepared in accordance with UK accounting standards, including FRS 101 *Reduced Disclosure Framework*; and
- the financial statements have been prepared in accordance with the requirements of the Companies Act 2006.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion. Our audit opinion is consistent with our report to the audit committee.

We were first appointed as auditor by the shareholders on 14 November 2017. The period of total uninterrupted engagement is for the 8 financial years ended 31 December 2025. We have fulfilled our ethical responsibilities under, and we remain independent of the Group in accordance with, UK ethical requirements including the FRC Ethical Standard as applied to listed public interest entities. No non-audit services prohibited by that standard were provided.

#### Overview

<b>Materiality:</b> Group financial statements as a whole	€2.02m (2024: €6.67m) 1% of Total Distributions (2024: 1% of Total Assets)
---	---

#### Key audit matters

vs 2024

<b>Recurring risks</b>	Valuation of investment properties and investment properties classified as Assets Held for Sale (Group)	◀▶
	Impacts of managed wind-down (Group and Parent)	▼
	Recoverability of investment in subsidiaries (Parent)	◀▶

## 2. Key audit matters: our assessment of risks of material misstatement

Key audit matters are those matters that, in our professional judgement, were of most significance in the audit of the financial statements and include the most significant assessed risks of material misstatement (whether or not due to fraud) identified by us, including those which had the greatest effect on: the overall audit strategy; the allocation of resources in the audit; and directing the efforts of the engagement team. We summarise below the key audit matters (unchanged from 2024), in decreasing order of audit significance, in arriving at our audit opinion above, together with our key audit procedures to address those matters and, as required for public interest entities, our results from those procedures. These matters were addressed, and our results are based on procedures undertaken, in the context of, and solely for the purpose of, our audit of the financial statements as a whole, and in forming our opinion thereon, and consequently are incidental to that opinion, and we do not provide a separate opinion on these matters.

	The risk	Our response
<p><b>Valuation of investment properties and investment properties classified as Assets Held for Sale</b> (€178.9 m*; 2024: €614.9m*)</p> <p><i>Refer to page 46 (Report of the Audit Committee), page 66 (accounting policy) and page 74 (financial disclosures).</i></p> <p><i>*includes €145.4m (2024: €117.6m) of investment properties held-for-sale</i></p>	<p><b>Subjective valuation</b></p> <p>The carrying amount of the Group's property portfolio makes up 76%* (2023: 93%*) of the Group's total assets by value.</p> <p>Valuation of the Group's investment properties are performed by external valuation advisers.</p> <p>The valuation of investment property requires significant judgement and estimates by the Group and the external valuation advisers. As a result, there is an inherent risk that the subjective assumptions used in the calculations of fair value are inappropriate.</p> <p>Due to the managed wind-down strategy, we anticipated that most, if not all, properties remaining on the balance sheet as at 31 December 2025 would have additional evidence from active marketing and offers received. Some of this may be contradictory and require further consideration and assessment by both the Group and external valuation advisers.</p> <p>The effect of these matters is that, as part of our risk assessment, we have determined that the valuation of investment properties has a high degree of estimation uncertainty, with a potential range of reasonable outcomes greater than our materiality for the financial statements as a whole, and possibly many times that amount. The financial statements disclose the sensitivity of the estimate to changes in the capitalisation rate / discount rate/ equivalent yield and Estimated Rental Value ('ERV').</p>	<p>We performed the detailed tests below (assisted by our own real estate valuation specialists for procedures 1,3,4 and 5) rather than seeking to rely on controls, because the nature of the balance is such that we would expect to obtain audit evidence primarily through the detailed procedures described:</p> <ul style="list-style-type: none"> <li>• <b>Understanding of valuation approach:</b> Challenged the external valuation advisers to understand the assumptions and methodologies used in valuing the investment properties and the market evidence used by the external valuation advisers to support their assumptions. In addition to this, we performed inquiries of the Group regarding the sales plan and inspected relevant documentation such as offers received and other marketing evidence.</li> <li>• <b>Evaluate the design and implementation of the key control:</b> Obtained an understanding of the Group's involvement in the valuation process to assess whether appropriate oversight has occurred.</li> <li>• <b>Assessing valuer's credentials:</b> Critically assessed the independence, professional qualifications, competence and experience of the external valuation advisers used by the Group to determine whether there were any matters that might have affected their objectivity or may have imposed scope limitations upon their work.</li> <li>• <b>Methodology choice:</b> Challenged the methodology used by the external valuation advisers in considering whether their valuations are in accordance with RICS Valuation Professional Standards 'the Red Book' and relevant accounting standards.</li> <li>• <b>Benchmarking assumptions:</b> Challenged key assumptions upon which the valuations were based for a risk-based selection of properties, including those related to estimated rental value, discount rate, and yield/capitalisation rate by comparing them to our own ranges derived from market data and other evidence.</li> <li>• <b>Input assessment:</b> Agreed observable inputs used in the valuations, such as rental income, break clauses and lease lengths back to lease agreements, for a sample of properties.</li> <li>• <b>Disclosure assessment:</b> Critically assessed the adequacy of the Group's disclosures about the methods and sensitivity to key assumptions made when estimating the value of the investment properties.</li> </ul> <p><b>Our results</b></p> <p>We found the Group's valuation of investment properties to be acceptable (2024: acceptable).</p>

	The risk	Our response
<p><b>Impacts of managed wind-down</b></p> <p><i>Refer to page 46 (Report of the Audit Committee), page 62 (accounting policy), page 74 (financial disclosures for investment properties held for sale) and page 78 (financial disclosure for bank loans)</i></p>	<p><b>Accounting treatment</b></p> <p>As set out in the Chairman's Statement, following a Strategic Review, the Shareholders voted in a favour of a revised investment policy to implement a managed wind-down of the Company and therefore the accounts are prepared on a non-going concern basis. As the managed wind-down progresses, there remain a number of additional risks and considerations for the financial statements and the audit:</p> <ul style="list-style-type: none"> <li>Assessment of whether the held-for-sale recognition criteria are met under the relevant accounting standards for each investment property held.</li> <li>Assessment of whether the accounting treatment for the B Share Scheme used to distribute capital back to shareholders is in accordance with UK Companies Act law, Investment Trust Company regulations and relevant accounting standards.</li> <li>The significant number of disposals during the year increases the risk of material misstatement over the calculation of realised gains and losses. Furthermore, there is a risk the tax implications of the disposals are not appropriately recognised.</li> <li>Changes made to the terms of the agreement with the Manager increase the risk of inaccurate financial reporting including disclosure of related party transactions</li> </ul> <p><b>Disclosure</b></p> <p>There is an increased risk of inaccurate or incomplete disclosure in the financial statement and inconsistencies between the financial statements and other information.</p>	<p>We performed the detailed tests below rather than seeking to rely on controls, because the nature of the amounts are such that we would expect to obtain audit evidence primarily through the detailed procedures described:</p> <ul style="list-style-type: none"> <li>Critically assessed the Group's assessment of assets held-for-sale against the recognition criteria in the relevant accounting standards.</li> <li>Evaluated the Group's accounting memorandum for the B Share Scheme and assessed whether the mechanism is in compliance with UK Companies Act law, Investment Trust Company (ITC) regulations and relevant accounting standards.</li> <li>Inspected supporting evidence for disposals completed and recalculated the realised gains and losses. Reviewed tax computations prepared by the Group for each disposal and assessed the treatment against the regulations in each of the relevant jurisdictions.</li> <li>We performed a recalculation of the management fee based on the terms of the updated agreement, which includes a disposal linked performance fee, and agreed this back to the amounts disclosed in the financial statements.</li> <li>Read the other information and considered whether the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge.</li> </ul> <p><b>Our results</b></p> <p>We found the accounting treatment and disclosures about the managed wind-down to be acceptable (2024: acceptable).</p>
<p><b>Recoverability of investment in subsidiaries (Parent Company Key Audit Matter)</b></p> <p>(€39.0m; 2024: €103.9m)</p> <p><i>Refer to page 46 (Report of the Audit Committee) and pages 96 and 98 (accounting policy and financial disclosures).</i></p>	<p><b>Subjective estimate</b></p> <p>The Parent Company's investment in subsidiaries accounts for 29.7% (2024: 29.7%) of its total assets. The Parent Company's net assets exceeded the Group's market capitalisation at the balance sheet date, increasing the risk of recoverability of these investments. Thus, an impairment assessment was needed at the year-end. This assessment compared the carrying value of the subsidiary investment to its recoverable amount, which is the higher of its value in use (VIU) or fair value less costs of disposal (FVLCD). Key assumptions for FVLCD include the fair value of subsidiaries and disposal costs, with the fair value based on subsidiary investment properties. Our risk assessment found high degrees of estimation uncertainty in determining the recoverable amount of certain subsidiary investments, with potential outcomes exceeding our materiality for the financial statements.</p>	<p>We performed the detailed tests below rather than seeking to rely on controls, because the nature of the balance is such that we would expect to obtain audit evidence primarily through the detailed procedures described:</p> <ul style="list-style-type: none"> <li>Critically assessed the Group's assessment of whether there were any impairment indicators for the Parent Company's investment in subsidiaries, including comparing the carrying value of the Parent Company's net assets with the Group's market capitalisation and considering the subsidiaries' business performance.</li> <li>Assessed the appropriateness of the Parent Company's FVLCD methodology and the appropriateness of the input assumptions used in calculating the FVLCD.</li> <li>Assessed whether the Parent Company's disclosures about the sensitivity of the outcome of the impairment assessment to changes in key assumptions reflect the risks inherent in the recoverable amount of investment in subsidiaries.</li> </ul> <p><b>Our results</b></p> <p>We found the balance of the Parent Company's investments in subsidiaries and the related impairment charge to be acceptable (2024: acceptable).</p>

### 3. Our application of materiality and an overview of the scope of our audit

Materiality for the Group financial statements as a whole was set at €2.02m (2024: €6.67m), determined with reference to a benchmark of total distributions, of which it represents 1.0% (2024: 1.0% of total assets).

We have updated the benchmark from total assets in the prior year to total distributions given the stage of the managed wind-down and the primary focus of users of the financial statements being on the level of capital returned to shareholders.

Materiality for the Parent Company financial statements as a whole was set at €1.92m (2024: €3.59m based on total assets), determined also with reference to a benchmark of total distributions, but limited to be lower than materiality for the Group. It represents 0.95% of the stated benchmark.

In line with our audit methodology, our procedures on individual account balances and disclosures were performed to a lower threshold, performance materiality, so as to reduce to an acceptable level the risk that individually immaterial misstatements in individual account balances add up to a material amount across the financial statements as a whole.

Group and Parent Company performance materiality was set at 75% (2024: 75%) of materiality for the financial statements as a whole, which equates to €1.51m (2024: €5.0m), (Parent Company €1.44m (2024: €2.7m)). We applied this percentage in our determination of performance materiality because we did not identify any factors indicating an elevated level of risk.

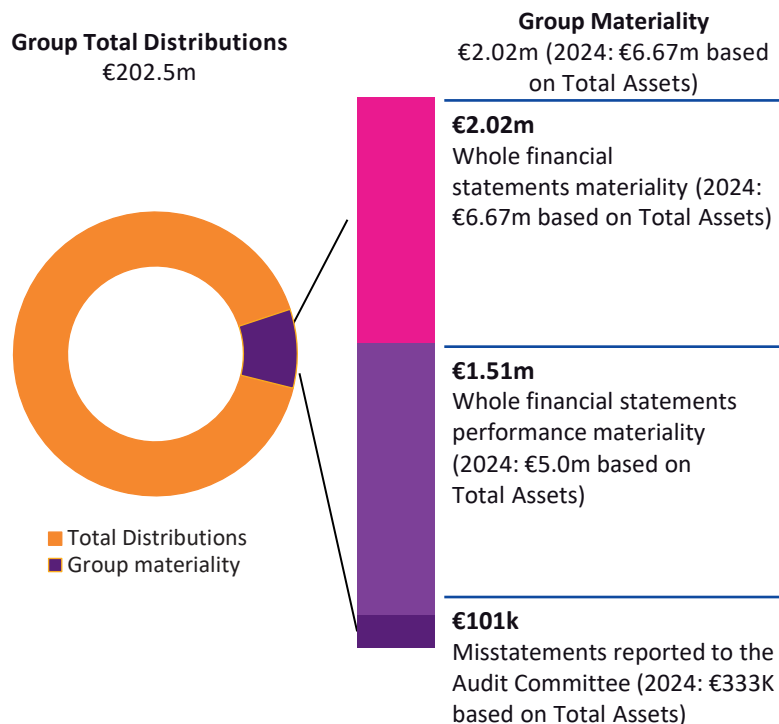
We agreed to report to the Audit Committee any corrected or uncorrected identified misstatements exceeding €101k (2024: €333k), in addition to other identified misstatements that warranted reporting on qualitative grounds.

We do consider that the directors' remuneration is still of specific interest to users for qualitative reasons and therefore we will investigate and evaluate any discrepancies exceeding €1,000 based on professional judgement.

#### Overview of the scope of our audit

We identified the Group as a whole to be a single component, having considered our evaluation of the Group's legal structure, the investment property valuation approach across the Group, the existence of common information systems, and our ability to perform audit procedures centrally.

Accordingly, we performed audit procedures on the single component. The audit was performed using the materiality and performance materiality levels set out to the right:



#### Impact of controls on our Group audit

The Group uses service organisations in its administrative and financial reporting processes. We identified the finance IT systems and the consolidation system used by two of the group's service organisations, as the main IT systems relevant to our audit. To assist us in understanding the IT general controls of the main finance system for one service organisation we made inquiries to understand the design of the IT general controls for the main finance system and for the other we obtained and read its Type 2 service organisation controls report reflecting the availability of the controls report.

We took a fully substantive approach in all areas of our audit, consistent with our approach noted within the key audit matters in section 2 of our report, as we consider this to be a more efficient and effective approach to gaining the appropriate audit evidence. We did not plan to rely on any of the Group's controls in relation to any areas of our audit, because the nature of the majority of the Group and Parent Company's balances, including the Group's investment properties and Parent Company's investment in subsidiaries, are such that we would expect to obtain audit evidence primarily from substantive procedures.

#### 4. Fraud and breaches of laws and regulations – ability to detect

##### *Identifying and responding to risks of material misstatement due to fraud*

To identify risks of material misstatement due to fraud (“fraud risks”) we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. Our risk assessment procedures included:

- Enquiring of the directors of whether they are aware of fraud and of the Group’s high-level policies and procedures to prevent and detect fraud;
- Reading Board and Audit Committee minutes; and
- Assessing the segregation of duties in place between the directors, the Administrators and the Group’s and Parent Company’s Investment Manager.

As required by auditing standards, we perform procedures to address the risk of management override of controls, in particular to the risk that management may be in a position to make inappropriate accounting entries.

On this audit we do not believe there is a fraud risk related to revenue recognition because the Group’s income primarily arises from operating lease contracts with fixed, or highly predictable, periodic payments.

We did not identify any significant unusual transactions or additional fraud risks.

We performed procedures including:

- evaluating the design and implementation of the controls over journal entries and other adjustments and made inquiries of the Administrators about inappropriate or unusual activity relating to the processing of journal entries and other adjustments; and
- identifying and selecting certain journal entries made at the end of the reporting period and material post-closing entries for testing and comparing the identified entries to supporting documentation.

##### *Identifying and responding to risks of material misstatement related to compliance with laws and regulations*

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussion with the directors, the Investment Manager and the Administrators (as required by auditing standards) and discussed with the directors the policies and procedures regarding compliance with laws and regulations.

As the Group is regulated, our assessment of risks involved gaining an understanding of the control environment including the entity’s procedures for complying with regulatory requirements.

The potential effect of these laws and regulations on the financial statements varies considerably.

Firstly, the Group is subject to laws and regulations that directly affect the financial statements including financial reporting legislation (including related companies legislation), distributable profits legislation, overseas taxation legislation, and its qualification as an Investment Trust under UK taxation legislation, any breach of which could lead to the Parent Company losing various deductions and exemptions from UK corporation tax, and we assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items.

We assessed the legality of the distributions made by the Group in the period based on comparing the dividends paid with the distributable reserves prior to each distribution, including consideration of interim accounts filed during the year.

Secondly, the Group is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation. We identified the following areas as those most likely to have such an effect: GDPR compliance, health and safety legislation, money laundering, bribery and corruption legislation, environmental protection legislation, landlord and tenant legislation, building regulations, and certain aspects of company legislation recognising the financial and regulated nature of the Group’s and Parent Company’s activities and its legal form.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the directors and the Administrators and inspection of regulatory and legal correspondence, if any. Therefore if a breach of operational regulations is not disclosed to us or evident from relevant correspondence, an audit will not detect that breach.

##### *Context of the ability of the audit to detect fraud or breaches of law or regulation*

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remained a higher risk of non-detection of fraud, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations.

## 5. We have nothing to report on the other information in the Annual Report

The directors are responsible for the other information presented in the Annual Report together with the financial statements, including the overview, strategic report, governance and corporate information sections. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work we have not identified material misstatements in the other information.

### *Strategic report and directors' report*

Based solely on our work on the other information:

- we have not identified material misstatements in the strategic report and the directors' report;
- in our opinion the information given in those reports for the financial year is consistent with the financial statements; and
- in our opinion those reports have been prepared in accordance with the Companies Act 2006.

### *Directors' remuneration report*

In our opinion the part of the Directors' Remuneration Report to be audited has been properly prepared in accordance with the Companies Act 2006.

### *Disclosures of emerging and principal risks and longer-term viability*

We are required to perform procedures to identify whether there is a material inconsistency between the directors' disclosures in respect of emerging and principal risks and the viability statement, and the financial statements and our audit knowledge.

Based on those procedures, we have nothing further material to add or draw attention to in relation to:

- the directors' confirmation on page 14 that they have carried out a robust assessment of the emerging and principal risks facing the Group, including those that would threaten its business model, future performance, solvency and liquidity;
- the Emerging and Principal Risks disclosures describing these risks and how emerging risks are identified, and explaining how they are being managed and mitigated; and
- the directors' explanation in the Viability statement of how they have assessed the prospects of the Group, over what period they have done so and why they considered that period to be appropriate, and their statement as to whether they have a reasonable expectation that the Group will be able to continue in operation and meet its liabilities as they fall due over the period of their assessment, including any related disclosures drawing attention to any necessary qualifications or assumptions.

We are also required to review the Viability statement, set out on page 14 under the Listing Rules. Based on the above procedures, we have concluded that the above disclosures are materially consistent with the financial statements and our audit knowledge.

Our work is limited to assessing these matters in the context of only the knowledge acquired during our financial statements audit. As we cannot predict all future events or conditions and as subsequent events may result in outcomes that are inconsistent with judgements that were reasonable at the time they were made, the absence of anything to report on these statements is not a guarantee as to the Group's and Parent Company's longer-term viability.

### *Corporate governance disclosures*

We are required to perform procedures to identify whether there is a material inconsistency between the directors' corporate governance disclosures and the financial statements and our audit knowledge.

Based on those procedures, we have concluded that each of the following is materially consistent with the financial statements and our audit knowledge:

- the directors' statement that they consider that the annual report and financial statements taken as a whole is fair, balanced and understandable, and provides the information necessary for shareholders to assess the Group's position and performance, business model and strategy;
- the section of the annual report describing the work of the Audit Committee, including the significant issues that the audit committee considered in relation to the financial statements, and how these issues were addressed; and
- the section of the annual report that describes the review of the effectiveness of the Group's risk management.

We are required to review the part of the Corporate Governance Statement relating to the Group's compliance with the provisions of the UK Corporate Governance Code specified by the Listing Rules for our review. We have nothing to report in this respect.

## 6. We have nothing to report on the other matters on which we are required to report by exception

Under the Companies Act 2006, we are required to report to you if, in our opinion:

- adequate accounting records have not been kept by the Parent Company, or returns adequate for our audit have not been received from branches not visited by us; or
- the Parent Company financial statements and the part of the Directors' Remuneration Report to be audited are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

We have nothing to report in these respects.

## 7. Respective responsibilities

### *Directors' responsibilities*

As explained more fully in their statement set out on page 44, the directors are responsible for: the preparation of the financial statements including being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the Group and Parent Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the Group or the Parent Company or to cease operations, or have no realistic alternative but to do so.

### *Auditor's responsibilities*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

The Company is required to include these financial statements in an annual financial report prepared under Disclosure Guidance and Transparency Rule 4.1.17R and 4.1.18R. This auditor's report provides no assurance over whether the annual financial report has been prepared in accordance with those requirements.

## 8. The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

**Matthew Humphrey (Senior Statutory Auditor)**  
**for and on behalf of KPMG LLP, Statutory Auditor**

Chartered Accountants  
15 Canada Square  
Canary Wharf, London  
E14 5GL  
21 April 2026

## Consolidated Statement of Comprehensive Income

For the year ended 31 December 2025

	Notes	Year ended 31 December 2025			Year ended 31 December 2024		
		Revenue €'000	Capital €'000	Total €'000	Revenue €'000	Capital €'000	Total €'000
<b>REVENUE</b>							
Rental income	2	20,932	-	20,932	31,499	-	31,499
Property service charge income		6,975	-	6,975	8,379	-	8,379
Other operating income		78	-	78	210	-	210
<b>Total revenue</b>		<b>27,985</b>	<b>-</b>	<b>27,985</b>	<b>40,088</b>	<b>-</b>	<b>40,088</b>
<b>GAINS/(LOSSES) ON INVESTMENTS</b>							
(Losses)/Gains on disposal of investment properties	9	-	(26,997)	(26,997)	-	35	35
Change in fair value of investment properties	9	-	(10,939)	(10,939)	-	(6,284)	(6,284)
<b>Total income and gains/(losses) on investments</b>		<b>27,985</b>	<b>(37,936)</b>	<b>(9,951)</b>	<b>40,088</b>	<b>(6,249)</b>	<b>33,839</b>
<b>EXPENDITURE</b>							
Investment management fee	24	(1,345)	(2,835)	(4,180)	(2,508)	-	(2,508)
Direct property expenses		(4,422)	-	(4,422)	(1,690)	-	(1,690)
Property service charge expenditure		(6,975)	-	(6,975)	(8,379)	-	(8,379)
SPV property management fees		(252)	-	(252)	(297)	-	(297)
Impairment gain/(loss) on trade receivables		156	-	156	(605)	-	(605)
Other expenses	3	(3,362)	(205)	(3,567)	(4,105)	-	(4,105)
<b>Total expenditure</b>		<b>(16,200)</b>	<b>(3,040)</b>	<b>(19,240)</b>	<b>(17,584)</b>	<b>-</b>	<b>(17,584)</b>
<b>Net operating return/(loss) before finance costs</b>		<b>11,785</b>	<b>(40,976)</b>	<b>(29,191)</b>	<b>22,504</b>	<b>(6,249)</b>	<b>16,255</b>
<b>FINANCE INCOME</b>							
Finance income	4	199	-	199	-	-	-
<b>FINANCE COSTS</b>							
Finance costs	4	(4,107)	792	(3,315)	(8,404)	(915)	(9,319)
Gains arising from the derecognition of derivative financial instruments		-	164	164	-	13	13
Effect of fair value adjustments on derivative financial instruments		-	(201)	(201)	-	(1,311)	(1,311)
Effect of foreign exchange differences		(211)	(337)	(548)	(145)	(282)	(427)
<b>Net return before taxation</b>		<b>7,666</b>	<b>(40,558)</b>	<b>(32,892)</b>	<b>13,955</b>	<b>(8,744)</b>	<b>5,211</b>
Taxation	5	(176)	(195)	(371)	(928)	(1,253)	(2,181)
<b>Net return for the year</b>		<b>7,490</b>	<b>(40,753)</b>	<b>(33,263)</b>	<b>13,027</b>	<b>(9,997)</b>	<b>3,030</b>
<b>Total comprehensive return/(loss) for the year</b>		<b>7,490</b>	<b>(40,753)</b>	<b>(33,263)</b>	<b>13,027</b>	<b>(9,997)</b>	<b>3,030</b>
<b>Basic and diluted earnings per share</b>	<b>7</b>	<b>1.8€</b>	<b>(9.9€)</b>	<b>(8.1€)</b>	<b>3.1€</b>	<b>(2.4€)</b>	<b>0.7€</b>

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

The total column of the Consolidated Statement of Comprehensive Income is the profit and loss account of the Company.

All revenue and capital items in the above statement derive from continuing operations. No operations were acquired or discontinued during the year.

## Consolidated Balance Sheet

As at 31 December 2025

	Notes	31 December 2025 €'000	31 December 2024 €'000
<b>NON-CURRENT ASSETS</b>			
Investment properties	9	33,500	497,319
Deferred tax asset	5	-	2,941
<b>Total non-current assets</b>		<b>33,500</b>	<b>500,260</b>
<b>CURRENT ASSETS</b>			
Investment property held-for-sale	9	145,420	117,609
Deferred tax asset - arising on held for sale	5	1,495	203
Trade and other receivables	10	6,916	16,998
Cash and cash equivalents	11	47,834	25,011
Other assets		268	750
Derivative financial assets	15	-	366
<b>Total current assets</b>		<b>201,933</b>	<b>160,937</b>
<b>Total assets</b>		<b>235,433</b>	<b>661,197</b>
<b>CURRENT LIABILITIES</b>			
Bank loans	14	58,228	140,300
Leasehold liability - arising on held for sale	12	24,347	682
Deferred tax liability - arising on held for sale	5	2,539	4,028
Trade and other payables	13	12,059	15,322
<b>Total current liabilities</b>		<b>97,173</b>	<b>160,332</b>
<b>NON-CURRENT LIABILITIES</b>			
Bank loans	14	-	96,315
Leasehold liability	12	-	23,717
Deferred tax liability	5	-	6,725
<b>Total non-current liabilities</b>		<b>-</b>	<b>126,757</b>
<b>Total liabilities</b>		<b>97,173</b>	<b>287,089</b>
<b>Net assets</b>		<b>138,260</b>	<b>374,108</b>
<b>SHARE CAPITAL AND RESERVES</b>			
Share capital	16	4,717	4,717
Share premium	17	-	-
Special distributable reserve	18	132,664	145,016
Special distributable reserve II	17/18	21,669	269,546
Capital redemption reserve	18	61,902	-
Capital reserve	19	(114,950)	(74,197)
Revenue reserve	20	32,258	29,026
<b>Equity shareholders' funds</b>		<b>138,260</b>	<b>374,108</b>
<b>Net asset value per share</b>	<b>8</b>	<b>€ 33.5</b>	<b>€ 90.8</b>

The financial statements on pages 58 to 91 were approved and authorised for issue by the Board of Directors on 21 April 2026 and signed on its behalf by:

Caroline Gulliver  
Independent Non-Executive Director

Company number: 11032222.

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

## Consolidated Statement of Changes in Equity

For the year ended 31 December 2025

		Share capital	Share premium	Special distributable reserve	Special distributable reserve II	Capital redemption reserve	Capital reserve	Revenue reserve	Total
	Notes	€'000	€'000	€'000	€'000	€'000	€'000	€'000	€'000
Balance at 31 December 2024		4,717	-	145,016	269,546	-	(74,197)	29,026	374,108
Total comprehensive return for the year		-	-	-	-	-	(40,753)	7,490	(33,263)
B shares issued during the year		-	-	-	(61,902)	(124,073)	-	-	(185,975)
B shares redeemed during the year		-	-	-	-	185,975	-	-	185,975
Return of capital to B shareholders		-	-	-	(185,975)	-	-	-	(185,975)
Dividends paid	6	-	-	(12,352)	-	-	-	(4,258)	(16,610)
<b>Balance at 31 December 2025</b>		<b>4,717</b>	<b>-</b>	<b>132,664</b>	<b>21,669</b>	<b>61,902</b>	<b>(114,950)</b>	<b>32,258</b>	<b>138,260</b>

For the year ended 31 December 2024

		Share capital	Share premium	Special distributable reserve	Special distributable reserve II	Capital redemption reserve	Capital reserve	Revenue reserve	Total
	Notes	€'000	€'000	€'000	€'000	€'000	€'000	€'000	€'000
Balance at 31 December 2023		4,717	269,546	152,099	-	-	(64,200)	22,766	384,928
Total comprehensive return for the year		-	-	-	-	-	(9,997)	13,027	3,030
Cancellation of Share premium		-	(269,546)	-	269,546	-	-	-	-
Dividends paid	6	-	-	(7,083)	-	-	-	(6,767)	(13,850)
<b>Balance at 31 December 2024</b>		<b>4,717</b>	<b>-</b>	<b>145,016</b>	<b>269,546</b>	<b>-</b>	<b>(74,197)</b>	<b>29,026</b>	<b>374,108</b>

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

## Consolidated Statement of Cash Flows

For the year ended 31 December 2025

	Notes	Year ended 31 December 2025 €'000	Year ended 31 December 2024 €'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net return for the year before taxation		(32,892)	5,211
Adjustments for:			
Losses on valuation		10,939	6,284
Loss/(Gains) on disposal of investment properties		26,997	(35)
Land leasehold liability decreases		410	383
Decrease/(Increase) in trade and other receivables		9,083	(3,187)
(Decrease)/Increase in trade and other payables		(2,328)	(879)
Change in fair value of derivative financial instruments		201	1,311
Result arising from the derecognition of derivative financial instruments		(164)	(13)
Finance income	4	(199)	-
Finance costs	4	3,315	9,319
Tax paid		(5,391)	(1,966)
Cash generated by operations		9,971	16,428
<b>Net cash inflow from operating activities</b>		<b>9,971</b>	<b>16,428</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Capital expenditure and cost of disposal		(3,498)	56
Disposal of investment properties		191,482	33,200
Proceeds from disposal of subsidiary, net of cash disposed	26	178,565	-
<b>Net cash inflow from investing activities</b>		<b>366,549</b>	<b>33,256</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividends paid	6	(16,610)	(13,850)
B share scheme distribution paid	18	(185,975)	-
Bank loans interest paid	14	(3,732)	(5,134)
Payment of lease liability		(272)	-
Proceeds from derivative financial instruments		164	13
<b>Net cash outflow from financing activities</b>		<b>(353,697)</b>	<b>(42,734)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>22,823</b>	<b>6,950</b>
<b>Opening balance 31 December 2024</b>		<b>25,011</b>	<b>18,061</b>
<b>Closing cash and cash equivalents</b>		<b>47,834</b>	<b>25,011</b>
<b>REPRESENTED BY</b>			
<b>Cash at bank</b>	<b>11</b>	<b>47,834</b>	<b>25,011</b>

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

## Notes to the Financial Statements

### 1. Accounting policies

The consolidated financial statements of the Group for the year ended 31 December 2025 comprise the results of abrdn European Logistics Income plc and its subsidiaries. The principal accounting policies adopted by the Group are set out below, all of which have been applied consistently throughout the year.

#### (a) Basis of accounting

The consolidated financial statements have been prepared in accordance with UK-adopted international accounting standards (“UK-adopted IFRS”), which comprise standards and interpretations approved by the International Accounting Standards Board (‘IASB’), and International Accounting Standards and Standing Interpretations Committee interpretations approved by the International Accounting Standards Committee (‘IASC’) that remain in effect, and to the extent that they have been adopted by the United Kingdom, and the Listing Rules of the UK Listing Authority.

The consolidated financial statements of the Group have been prepared under the historical cost convention as modified by the measurement of investment property, investment properties held for sale, and derivative financial instruments at fair value. The consolidated financial statements are presented in Euro.

In compliance with the AIC’s Statement of Recommended Practice: Financial Statements of Investment Trust Companies and Venture Capital Trusts (issued July 2022), the consolidated statement of comprehensive income is separated between capital and revenue profits and losses.

#### Going concern

At the Annual General Meeting held on 24 June 2024, in accordance with the Board’s recommendation, the resolution concerning the continuation of the Company was not passed by Shareholders. At the General Meeting held on 23 July 2024, the proposed revised Investment Policy for the implementation of a managed wind-down of the Company was overwhelmingly approved by the Company’s Shareholders. Following the approval by Shareholders of the revised investment objective and policy, the process of an orderly realisation of the Company’s assets and a return of capital to Shareholders is ongoing. The Board will endeavour to realise the Company’s investments in a manner that achieves a balance between maximising the value received from the sale of investments and timely returns of net proceeds to Shareholders. Whilst the Directors are satisfied that the Company has adequate resources to continue in operation throughout the wind-down period and to meet all liabilities as they fall due, given that the Company is now in managed wind-down, the Directors consider it appropriate to continue to adopt a basis other than going concern in preparing the financial statements. No material adjustments to accounting policies or the valuation basis had arisen as a result of ceasing to apply the going concern basis.

The Group ended the year with €47.8 million cash in hand. Following the announcement of the managed wind-down, the revolving credit facility (“RCF”) of €70 million with Investec Bank was terminated in May 2024.

As detailed in note 14, there are currently two bank facilities of which one is due to expire in June 2026. The Board is monitoring the expected disposal timelines of the underlying properties to achieve a balance between timely return of capital to shareholders and repayment of loan facilities with the relevant banks. The Board is confident that the Company has sufficient resources to repay the loan facilities on or before the expiry dates.

Under the terms of the debt agreements, each debt obligation is “ring fenced” within a sub-group of property holding companies. These non-recourse loans range in maturities between 0.6 and 2.0 years with all-in interest rates ranging between 1.38% and 3.30% per annum.

The permitted loan to value (“LTV”) ratios in the debt arrangements as at 31 December 2025 are between 55% and 60% (soft breach limits). The “hard breach” LTV ratio covenants which give the lenders the right to exercise their security are between 55% and 65%.

If the lenders were to adopt the valuations carried out for the purposes of these financial statements as at 31 December 2025, the ratios would be between 54% and 59% respectively and were within both the applicable soft and hard breach covenant limits for all facilities. Accordingly, there were no breaches of either soft or hard LTV covenant limits during the year ended 31 December 2025. Based on the most recent covenant submissions to lenders, there are two facilities with less than 5% headroom before a soft breach. The Directors believe that the liquidity residing within the Group could be used for repayment of a loan in the event of a breach of LTV limits on these facilities.

The permitted interest coverage ratios as at 31 December 2025, which give the lenders the right to exercise their security, is 250%.

The latest calculated interest coverage ratios (“ICR”) were between 314% and 730% respectively. For the year ended 31 December 2025, there were no breaches of ICR. The risk of ICR breach during the managed wind-down period is limited.

The Board recognises the 9.2% share price discount to NAV, as at 31 December 2025 (21.9% as at 31 December 2024). The valuation of investment property is the main driver of the NAV and was determined by Savills as independent valuer. The Board is satisfied that the valuation exercise was performed in accordance with RICS Valuation - Global Standards. As such, the Board has full confidence in the level of the NAV disclosed in the financial statements at the reporting date. The Board expects the discount to continue to narrow as the Company progresses with the execution of the managed wind-down.

The Directors note that the real estate values during the year continued to decline and have stabilised towards the end of the year. The Directors expect the changes in valuations to have no impact on the Group’s ability to comply with debt covenants:

- The Directors consider that in most cases there is sufficient or good headroom on covenant ratios.
- The Group has a substantial cash balance, with the ability to retain cash from disposal proceeds to meet its obligations.
- The parent company is not itself a party to any of the debt contracts (in any capacity including as borrower, guarantor or security provider). The lenders would therefore not, in any event, have any recourse to the ultimate parent under the debt contracts.

While the Company cannot predict the outcome of the above matters, based on the financial forecasts prepared the Directors believe there are adequate resources to continue in operation throughout the wind-down period and to meet all liabilities as they fall due. However, as the Company is in managed wind-down, the Directors consider it appropriate to continue to adopt a basis other than going concern in preparing the financial statements.

#### **New accounting standards or amendments effective for the year**

The following new accounting standards and amendments were effective for the year ended 31 December 2025:

- Lack of Exchangeability – Amendments to IAS 21, effective for annual reporting periods beginning on or after 1 January 2025.

The amendments did not have a material impact on the amounts recognised in the prior or current period and are not expected to significantly affect future periods.

### **New accounting standards or amendments issued but not yet effective**

The following new accounting standards and amendments have been issued but are not effective for the year ended 31 December 2025 and have not been early adopted by the Group:

- Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7, effective 1 January 2026
- Annual Improvements to IFRS Accounting Standards – Volume 11, effective 1 January 2026
- IFRS 18 Presentation and Disclosure in Financial Statements effective 1 January 2027
- IFRS 19 Subsidiaries without Public Accountability: Disclosures, effective 1 January 2027
- IFRS 18 will not impact the recognition or measurement of items in the financial statements, but its impact on presentation and disclosure is expected to be material.

IFRS 18 will not impact the recognition or measurement of items in the financial statements, but its impact on presentation and disclosure is expected to be material. The other standards and amendments that are not yet effective are not expected to have a material impact on the Group in the current or future reporting periods and on the foreseeable future transactions.

### **(b) Significant accounting judgements, estimates and assumptions**

The preparation of the Group's financial statements requires the Directors to make judgements, estimates and assumptions that affect the amounts recognised in the financial statements and contingent liabilities. However, uncertainty about these judgements, assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in future periods.

#### **Key estimation uncertainties**

Fair value of investment properties and investment properties held for sale is stated at fair value as at the balance sheet date as set out in note 9 to these financial statements.

The determination of the fair value of investment properties requires the use of estimates such as future cash flows from the assets, estimated inflation, market rents, discount rates, capitalisation rates, estimated rental value and net initial and net equivalent property yields. The estimate of future cash flows includes consideration of the repair and condition of the property, lease terms, future lease events, as well as other relevant factors for the particular asset.

These estimates are based on local market conditions existing at the balance sheet date.

#### **Held for sale assessment**

Management has assessed the criteria for classification of investment properties as held for sale, including the likelihood of sale within the next 12 months, the asset's current condition, and the active marketing efforts to locate a buyer. This assessment involves evaluating the probability and timing of the sale, which can be influenced by market conditions and other external factors. The judgement made in this regard impacts the presentation and measurement of these assets in the financial statements.

### **(c) Basis of consolidation**

The consolidated financial statements comprise the accounts of the Company and its subsidiaries drawn up to 31 December 2025. Subsidiaries are consolidated from the date on which control is transferred to the Group and cease to be consolidated from the date on which control is transferred out of the Group. The Group acquired subsidiaries that own real estate properties. At the time of acquisition, the Group considered whether the acquisition represented the acquisition of a business. The Group accounted for an acquisition as a business combination where an integrated set of activities was acquired in addition to the property. More specifically, consideration was made with regard to the

extent to which significant processes were acquired and, in particular, the extent of ancillary services provided by the Group (e.g. maintenance, cleaning, security, bookkeeping, and the like).

The significance of any process is judged with reference to the guidance in IAS 40 on ancillary services. When the acquisition of subsidiaries did not represent a business, it was accounted for as an acquisition of a group of assets and liabilities. The cost of the acquisition was allocated to the assets and liabilities acquired based upon their relative fair values, and no goodwill or deferred tax was recognised. The Company did not make any acquisitions during the year.

#### **(d) Functional and presentation currency**

Items included in the consolidated financial statements of the Group are measured using the currency of the primary economic environment in which the Company and its subsidiaries operate (“the functional currency”) which in the judgement of the Directors is Euro. The financial statements are also presented in Euro. All figures in the consolidated financial statements are rounded to the nearest thousand euros unless otherwise stated.

#### **(e) Foreign currency**

Transactions denominated in foreign currencies are converted at the exchange rate ruling at the date of the transaction. Monetary and non-monetary assets and liabilities denominated in foreign currencies held at the financial year end are translated using the foreign exchange rate ruling at that date. Any gain or loss arising from a change in exchange rates subsequent to the date of the transaction is included as an exchange gain or loss to capital or revenue in the Consolidated Statement of Comprehensive Income as appropriate. Foreign exchange movements on investments are included in the Consolidated Statement of Comprehensive Income within gains on investments.

#### **(f) Revenue recognition**

Rental income, including the effect of lease incentives, arising from operating leases (including those containing fixed rent increases) is recognised on a straight line basis over the lease term. Service charge income represents the charge to tenants for services the Group is obliged to provide under lease agreements. This income is recorded gross within Income on the basis the Group is acting as principal, with any corresponding cost shown within expenses. Interest income is accounted for on an effective interest rate basis.

#### **(g) Expenses**

All expenses are recognised on an accruals basis and, in accordance with the AIC Statement of Recommended Practice, are charged to revenue, except for management fees and broker fees directly related to property disposals, which are charged to capital.

#### **(h) Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

#### **Current tax**

Current tax is defined as the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Where corporation tax arises in subsidiaries, these amounts are charged to the Consolidated Statement of Comprehensive Income. The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the date of the balance sheet in the countries where the Group operates.

The Investment Manager periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

### **Deferred tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the consolidated financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition, deferred tax liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the year in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

The carrying values of the Group's investment properties are assumed to be realised by sale at the end of use. The capital gains tax rate applied is that which would apply on a direct sale of the property recorded in the Consolidated Balance Sheet regardless of whether the Group would structure the sale via the disposal of the subsidiary holding the asset, to which a different tax rate may apply. The deferred tax is then calculated based on the respective temporary differences and tax consequences arising from recovery through sale and accounted for through the capital reserve.

#### **(i) Investment properties**

Investment properties are initially recognised at cost, being the fair value of consideration given, including transaction costs associated with the investment property. Any subsequent capital expenditure incurred in improving investment properties is capitalised in the year during which the expenditure is incurred.

After initial recognition, investment properties are measured at fair value, with the movement in fair value recognised in the Consolidated Statement of Comprehensive Income and transferred to the Capital Reserve. Fair value is based on the external valuation provided by Savills (2024: Savills), chartered surveyors, at the balance sheet date undertaken in accordance with the RICS Valuation – Global Standards 2024, (Red Book), published by the Royal Institution of Chartered Surveyors. The assessed fair value is reduced by the carrying amount of any accrued income resulting from the spreading of lease incentives and/or minimum lease payments.

On derecognition, gains and losses on disposals of investment properties are recognised in the Consolidated Statement of Comprehensive Income.

#### **Non-current assets and investment properties held for sale**

A non-current asset or a group of assets containing a non-current asset (a disposal group) is classified as held for sale if its carrying amount will be recovered principally through sale rather than through continuing use, it is available for immediate sale and sale is highly probable within one year. On initial classification as held for sale, non-current assets and disposal groups are measured at the lower of previous carrying amount and fair value less costs to sell with any adjustments taken to profit or loss.

Deferred tax on investment properties classified as held for sale is measured in accordance with accounting policy as outlined in note 1 (h).

Investment properties held for sale continue to be recognised under the fair value model. On derecognition, gains and losses on disposals of investment properties held for sale are recognised in the Consolidated Statement of Comprehensive Income.

#### **(j) Distributions**

Interim distributions payable to the holders of equity shares are recognised in the Statement of Changes in Equity in the year in which they are paid. An annual shareholder resolution is voted upon to approve the Group's distribution policy.

#### **(k) Lease contracts**

##### **Operating lease contracts – the Group as lessor**

The Group has entered into commercial property leases on its investment property portfolio. The Group has determined, based on an evaluation of the terms and conditions of the arrangements, that it retains all the significant risks and rewards of ownership of these properties and so accounts for leases as operating leases.

Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised as an expense on a straight-line basis over the lease term.

##### **Operating and finance lease contracts - the Group as intermediate lessor**

When the Group is an intermediate lessor, it accounts for its interest in the head lease and the sub-lease separately. The Group assesses all leases where it acts as an intermediate lessor, based on an evaluation of the terms and conditions of the arrangements.

Any head leases identified as finance leases are capitalised at the lease commencement present value of the minimum lease payments discounted at an applicable discount rate as a right-of-use asset and leasehold liability.

Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the finance balance outstanding. The interest element of the finance cost is charged to the Statement of Comprehensive Income over the lease period.

#### **(l) Share issue expenses**

Incremental external costs directly attributable to the issue of shares that would otherwise have been avoided are written off to share premium.

#### **(m) Segmental reporting**

The Group is engaged in property investment in Europe. Operating results are analysed on a geographic basis by country. In accordance with IFRS 8 'Operating Segments', financial information on business segments is presented in note 20 of the Consolidated financial statements.

#### **(n) Cash and cash equivalents**

Cash and cash equivalents are defined as cash in hand, demand deposits, and other short-term highly liquid investments readily convertible within three months or less to known amounts of cash and subject to insignificant risk of changes in value.

#### **(o) Financial instruments**

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in the Consolidated Statement of Comprehensive Income.

### **Financial assets**

Financial assets are measured at amortised cost, financial assets ‘at fair value through profit or loss’ (FVTPL), or financial assets ‘at fair value through other comprehensive income’ (FVOCI). The classification is based on the business model in which the financial asset is managed and its contractual cash flow characteristics. All purchases and sales of financial assets are recognised on the trade date basis.

#### **Financial assets at amortised cost**

Financial assets at amortised cost are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

Loans and receivables (including trade and other receivables, and others) are subsequently measured at amortised cost using the effective interest method, less any impairment. The Group holds the trade receivables with the objective to collect the contractual cash flows.

#### **Impairment of financial assets**

The Group’s financial assets are subject to the expected credit loss model. For trade receivables, the Group applies the simplified approach permitted by IFRS 9, which requires expected lifetime losses to be recognised from initial recognition of the receivables. The expected loss rates are based on the payment profiles of tenants over a period of twelve months before the measurement date, and the corresponding historical credit losses experienced within this period. The historical loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the liability of the tenants to settle the receivable.

Such forward-looking information would include:

- significant financial difficulty of the issuer or counterparty; or
- breach of contract, such as a default or delinquency in interest or principal payments; or
- it becoming probable that the borrower will enter bankruptcy or financial re-organisation; or
- the disappearance of an active market for that financial asset because of financial difficulties.
- changes in economic, regulatory, technological and environmental factors, (such as industry outlook, GDP, employment and politics);
- external market indicators; and
- tenant base.

#### **Financial liabilities**

Financial liabilities are classified as ‘other financial liabilities’.

#### **Other financial liabilities**

Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortised cost using the effective interest method. The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant year. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees paid or received that form an integral part of the

effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

#### **(p) Derivative financial instruments**

The Company used forward foreign exchange contracts to mitigate potential volatility of income returns and to provide greater certainty as to the level of Sterling distributions expected to be paid in respect of the year covered by the relevant currency hedging instrument. It does not seek to provide a long-term hedge for the Company's income returns, which will continue to be affected by movements in the Euro/Sterling exchange rate over the longer term.

The Company used interest rate SWAPs and interest rate caps to mitigate potential volatility in interest rates and income returns. Derivatives are measured at fair value calculated by reference to forward exchange rates for contracts with similar maturity profiles. Changes in the fair value of derivatives are recognised in the Statement of Comprehensive Income.

#### **(q) Reserves**

##### **Share capital**

This represents the proceeds from issuing Ordinary shares and is non-distributable.

##### **Share premium**

Share premium represents the excess consideration received over the par value of Ordinary shares issued and is classified as equity and is non-distributable. Incremental costs directly attributable to the issue of Ordinary shares are recognised as a deduction from share premium.

##### **Special distributable reserve**

The special reserve is a distributable reserve to be used for all purposes permitted by applicable legislation and practice, including the buyback of shares and the payment of dividends.

##### **Special distributable reserve II**

The special reserve is a distributable reserve set up following the cancellation of amounts standing to the credit of the share premium account to be used for capital distributions to shareholders as sufficient cash is generated from asset sales under the managed wind-down policy.

##### **Capital reserve**

The capital reserve is a distributable reserve subject to applicable legislation and practice, and the following are accounted for in this reserve:

- gains and losses on the disposal of investment properties, which are distributable;
- increases and decreases in the fair value of investment properties held at the year end, which are not distributable.

##### **Capital redemption reserve**

The capital redemption reserve arises when classes of share are cancelled, at which point an amount equal to the par value of the share capital is transferred from the share capital account to the capital redemption reserve. This reserve is not distributable. Under section 733 of the Companies Act 2006 this reserve may be used to pay up new shares to be allotted to members as fully paid bonus shares.

## Revenue reserve

The revenue reserve is a distributable reserve and reflects any surplus arising from the net revenue return on ordinary activities after taxation.

## 2. Rental income

	Year ended 31 December 2025 €'000	Year ended 31 December 2024 €'000
Rental income	20,932	31,499
<b>Total revenue</b>	<b>20,932</b>	<b>31,499</b>

Rental income includes amortisation of operating lease incentives granted.

The largest tenants at the year-end accounted for: 32.5% A.G. van der Helm Vastgoed Moerdijk B.V., 24.6% BIOCOOP, 20.8% Combilo International B.V., 16.2% A.S. Watson (Property Continental Europe) B.V. (31 December 2024: 10.7% A.G. van der Helm Vastgoed Moerdijk B.V.) of the annualised rental income at 31 December 2025.

## 3. Expenditure

	Year ended 31 December 2025 €'000	Year ended 31 December 2024 €'000
Professional fees	2,470	3,066
Audit fee for statutory services	34	485
Directors' fees	167	180
Depositary fees	39	50
Registrar fees	48	50
Stock exchange fees	27	27
Broker fees	276	71
Directors liability insurance expense	25	16
Employers NI	10	13
Amortisation of leasing costs	461	-
Other expenses	10	147
<b>Total expenses</b>	<b>3,567</b>	<b>4,105</b>

Audit fee for statutory services includes group audit fee of £255,400 plus VAT (2024: €283,600 plus VAT) and subsidiary audit fee of €nil (2024: €25,700).

On 29 May 2025 the Group received a VAT refund of €718,600 for prior years of which €191,900 was allocated to audit fees and €526,700 to professional fees. Audit fees expensed during the year comprises 2025 audit fee less VAT refund disclosed above and VAT on 2024 audit fee which was subsequently refunded through quarterly VAT returns.

There were no non-audit services' fees incurred in 2025 and 2024.

Total expenses include €205,000 (2024: €nil) broker fees related to disposal of properties that is classified as Capital in the Consolidated Statement of Comprehensive Income.

Future operating costs in relation to the managed wind-down will be expensed as incurred.

#### 4. Finance income and costs

	Year ended 31 December 2025			Year ended 31 December 2024		
	Revenue €'000	Capital €'000	Total €'000	Revenue €'000	Capital €'000	Total €'000
Interest on bank loans	3,732	-	3,732	5,126	-	5,126
Amortisation of loan costs	-	123	123	1,779	-	1,779
Remeasurement of loan liability	-	(915)	(915)	1,159	915	2,074
Bank interest	375	-	375	340	-	340
<b>Total finance costs</b>	<b>4,107</b>	<b>(792)</b>	<b>3,315</b>	<b>8,404</b>	<b>915</b>	<b>9,319</b>

Following the announcement of the managed wind-down the Group repaid a number of loans prior to maturity. The amortised cost of bank loans was therefore remeasured and any unamortised balance of loan issue cost was fully amortised as at 31 December 2024. Finance costs incurred in extension of loans were amortised in full during the year.

The remeasurement of loan liability costs as at 31 December 2024 included an estimated €915,000 in loan break-up costs for the Erlensee and Flörsheim loans to DZ Hyp. These costs were not payable and were reversed in 2025. Early termination cost and reversal is treated as capital within the Consolidated Statement of Comprehensive Income.

Finance income amounts to €199,000 (2024: €30,000) and is comprised of bank interest income.

#### 5. Taxation

The Company is resident in the United Kingdom for tax purposes. The Company is approved by HMRC as an investment trust under sections 1158 and 1159 of the Corporation Tax Act 2010. In respect of each accounting year for which the Company continues to be approved by HMRC as an investment trust the Company will be exempt from UK taxation on its capital gains. The Company is, however, liable to UK Corporation tax on its income. The Company is able to elect to take advantage of modified UK tax treatment in respect of its “qualifying interest income” for an accounting year, referred to as the “streaming” regime. Under regulations made pursuant to the Finance Act 2009, the Company may, if it so chooses, designate as an “interest distribution” all or part of the amount it distributes to Shareholders as dividends, to the extent that it has “qualifying interest income” for the accounting year. Were the Company to designate any dividend it pays in this manner, it would be able to deduct such interest distributions from its income in calculating its taxable profit for the relevant accounting year. The Company should in practice be exempt from UK corporation tax on dividend income received, provided that such dividends (whether from UK or non-UK companies) fall within one of the “exempt classes” in Part 9A of the CTA 2010. There was no change in the corporate tax rate in 2025 (2024: no change).

##### (a) Tax change in the Group Statement of Comprehensive Income

	Year ended 31 December 2025			Year ended 31 December 2024		
	Revenue €'000	Capital €'000	Total €'000	Revenue €'000	Capital €'000	Total €'000
Current taxation:						
Overseas taxation	176	5,789	5,965	928	482	1,410
Deferred taxation:						
Overseas taxation	-	(5,594)	(5,594)	-	771	771
<b>Total taxation</b>	<b>176</b>	<b>195</b>	<b>371</b>	<b>928</b>	<b>1,253</b>	<b>2,181</b>

Current taxation charged to capital of €5,789,000 (2024: €482,000) relates to capital gains tax paid on disposal of investment property.

Reconciliation between the tax charge and the product of accounting profit/(loss) multiplied by the applicable tax rate for the year ended 31 December 2025.

	Year ended 31 December 2025			Year ended 31 December 2024		
	Revenue €'000	Capital €'000	Total €'000	Revenue €'000	Capital €'000	Total €'000
Net result before taxation	7,666	(40,558)	(32,892)	13,955	(8,744)	5,211
Theoretical tax at UK corporation tax rate of 25% (2024: 25%)	1,916	(10,140)	(8,224)	3,489	(2,186)	1,303
Effect of:						
Losses where no deferred taxes have been recognised	-	23,877	23,877	-	1,590	1,590
Impact of different tax rates on foreign jurisdictions	(151)	624	473	(234)	426	192
Expenses that are not deductible / income that is not taxable	(99)	(14,166)	(14,265)	(932)	1,423	491
Other adjustments	297	-	297	(648)	-	(648)
Impact of UK interest distributions from the Investment Trust	(1,787)	-	(1,787)	(747)	-	(747)
<b>Total taxation on return</b>	<b>176</b>	<b>195</b>	<b>371</b>	<b>928</b>	<b>1,253</b>	<b>2,181</b>

### (b) Tax in the Group Balance Sheet

	2025 €'000	2024 €'000
Deferred tax assets:		
On overseas tax losses	1,462	3,036
On other temporary differences	33	108
<b>Total taxation on return</b>	<b>1,495</b>	<b>3,144</b>

	2025 €'000	2024 €'000
Deferred tax assets:		
Deferred tax assets non-current	-	2,941
Deferred tax assets current - arising on investment properties	1,495	203
<b>Total taxation on return</b>	<b>1,495</b>	<b>3,144</b>

	2025 €'000	2024 €'000
Deferred tax liabilities:		
Differences between tax and derivative valuation	-	53
Differences between tax and property valuation	2,539	10,700
<b>Total taxation on return</b>	<b>2,539</b>	<b>10,753</b>

	2025 €'000	2024 €'000
Deferred tax liabilities:		
Deferred tax liabilities non-current	-	6,725
Deferred tax liabilities current - arising on investment properties held for sale	2,539	4,028
<b>Total taxation on return</b>	<b>2,539</b>	<b>10,753</b>

### c) Movements in deferred tax balance

	Balance at 1 January 2025	Reduction in deferred tax due to loss of control of subsidiary	Recognised in profit or loss	Balance at 31 December 2025
	€'000	€'000	€'000	€'000
Investment properties	(10,701)	971	7,191	(2,539)
Derivative financial assets	(52)	-	52	-
Trade and other payables	108	-	(75)	33
Tax losses carried forward	3,036	-	(1,574)	1,462
<b>Deferred tax assets</b>	<b>3,144</b>	<b>-</b>	<b>(1,649)</b>	<b>1,495</b>
<b>Deferred tax (liabilities)</b>	<b>(10,753)</b>	<b>971</b>	<b>7,243</b>	<b>(2,539)</b>

Reduction in deferred tax due to loss of control of subsidiary relates to disposal of Erlensee and Flörsheim.

There was no change of the Corporate tax rate in 2025 (2024: nil).

No deferred tax asset has been recognised (2024: nil) on estimated UK tax losses.

The Group has subsidiaries in France, Netherlands, Poland and Spain. There are no changes to tax rates in each country expected to have a material impact on the Group.

Tax losses for which deferred tax asset was recognised expire as follows:

	2025			2024		
	Tax losses	Deferred	Expiry date	Tax losses	Deferred	Expiry date
Expire	-	-	-	791	150	2025-2027
Never expire	5,662	1,462	-	14,425	2,886	-
<b>Total</b>	<b>5,662</b>	<b>1,462</b>		<b>15,216</b>	<b>3,036</b>	

### 6. Dividends

	Year ended 31 December 2025	Year ended 31 December 2024
	€'000	€'000
2024 Fourth Interim dividend of 0.97c/0.81p per Share paid 31 March 2025 (2023 No fourth Interim dividend)	3,998	-
2025 First Interim dividend of 1.06c/0.89p per Share paid 30 June 2025 (2024 First Interim dividend of 1.41c/1.21p per Share paid 5 July 2024)	4,368	5,812
2025 Second Interim dividend of 1.00c/0.86p per Share paid 29 September 2025 (2024 Second Interim dividend of 0.90c/0.77p per Share paid 27 September 2024)	4,122	3,710
2025 Third Interim dividend of 1.00c/0.88p per Share paid 30 December 2025 (2024 Third Interim dividend of 1.05c/0.87p per Share paid 31 December 2024)	4,122	4,328
<b>Total Dividends Paid</b>	<b>16,610</b>	<b>13,850</b>

### 7. Earnings per share (Basic and Diluted)

	Year ended 31 December 2025	Year ended 31 December 2024
Revenue net return attributable to Ordinary shareholders (€'000)	7,490	13,027
Weighted average number of shares in issue during the period	412,174,356	412,174,356
<b>Total revenue return per ordinary share</b>	<b>1.8¢</b>	<b>3.1¢</b>
Capital return attributable to Ordinary shareholders (€'000)	(40,753)	(9,997)
Weighted average number of shares in issue during the period	412,174,356	412,174,356
<b>Total capital return per ordinary share</b>	<b>(9.9¢)</b>	<b>(2.4¢)</b>
<b>Total return per ordinary share</b>	<b>(8.1¢)</b>	<b>0.7¢</b>

Earnings per share is calculated on the revenue and capital loss for the year (before other comprehensive income) after tax and is calculated using the weighted average number of shares in the year of 412,174,356 shares (2024: 412,174,356 shares).

## 8. Net assets value per share

	2025	2024
Net assets attributable to shareholders (€'000)	138,260	374,108
Number of shares in issue at 31 December	412,174,356	412,174,356
<b>Net asset value per share (in €)</b>	<b>33.5€</b>	<b>90.8€</b>

## 9. Investment properties

	2025 €'000	2024 €'000
Opening carrying value	497,319	636,187
Acquisition costs, disposal costs and capital expenditure	2,787	31
Proceeds from disposal of investment property	(288,794)	(15,700)
Realised (loss)/gain on disposal	(21,453)	265
Right of use asset reassessment	358	429
Decrease in leasehold liability	(410)	(379)
Valuation losses	(11,045)	(6,915)
Movements in lease incentives and leasing costs	92	1,010
Transfer to investment property held-for-sale	(145,354)	(117,609)
<b>Total carrying value at 31 December</b>	<b>33,500</b>	<b>497,319</b>

Movements in investment property held for sale can be analysed as follows:

	2025 €'000	2024 €'000
Opening carrying value	117,609	17,500
Disposal costs and capital expenditure	1,935	-
Proceeds from disposal of investment property held-for-sale	(114,000)	(17,500)
Realised loss on disposal	(5,544)	(230)
Valuation losses	-	230
Movements in lease incentives and leasing costs	66	-
Transfer to investment property held-for-sale	145,354	117,609
<b>Total carrying value at 31 December</b>	<b>145,420</b>	<b>117,609</b>

All of the Group's properties were classified as held for sale as at 31 December 2025 with the exception of the Waddinxveen asset in the Netherlands (2024: all Polish and two properties) and were valued at €145.4m (2024: €117.6m).

### Valuation methodology

The Investment Manager appoints a suitable valuer (such appointment is reviewed on a periodic basis) to undertake a valuation of all the direct real estate investments on a quarterly basis. The valuation is undertaken in accordance with the RICS Valuation – Global Standards ('Red Book Global Standards') effective from 31 January 2022, published by the Royal Institution of Chartered Surveyors.

Valuations were performed by Savills (2024: Savills), an accredited independent valuer with a recognised and relevant professional qualification. The valuer has sufficient current local and national knowledge of the particular property markets involved and has the skills and understanding to undertake the valuations competently.

The Investment Manager meets with the valuer on a quarterly basis to ensure the valuer is aware of all relevant information for the valuation and any change in the investments over the quarter. The Investment Manager then reviews and discusses draft valuations with the valuer to ensure correct factual assumptions are made prior to the valuer issuing a final valuation report. Where known, the property valuer takes account of deleterious materials included in the construction of the investment properties in arriving at its estimate of fair value when the Investment Manager advises of the presence of such materials. The majority of the leases are on a full repairing and insurance basis and as such the Group is not liable for costs in respect of repairs or maintenance to its investment properties.

The fair value of investment property is determined using either the discounted cash flow or traditional method. Choice of methodology for a particular jurisdiction is determined by the valuers independently, based on local market practices. Both valuation methodologies are in accordance with RICS guidelines and used in determining the fair value of investment properties.

Discounted cash flow methodology is based on the future annual net cash flow over a hold period of 10 years. The calculation of fair value using this method includes:

- Present value of the cashflow generated through the future net operating income from the investment property over the hold period.
- Present value of the exit value (sale price) at the end of the 10-year hold period.

The rate used to calculate the present value of cashflow is the Discount Rate. The rate used to calculate the exit value at the end of hold period is called the Capitalisation Rate (exit cap rate). Fair value is calculated using rates that the valuer considers appropriate for the specific investment property.

The traditional method requires an assessment of rental value (the market rent) and a market-based yield. The yield can be simply defined as the annual return on investment expressed as a percentage of capital value. The traditional method can reflect income streams which are under-rented and over-rented by incorporating risk within the yield choice (i.e. an all-risks yield) and by structuring the calculation appropriately, for example a term and reversion for under-rented income streams and a hardcore and top slice for over-rented income streams. This will require the valuer to reflect risk in each element of the calculation, e.g. increasing the yield above the market in the top-slice to reflect the added risk of an above market rent being paid for a specified period, or reducing the yield in the term to reflect that a below market rent is being paid until the reversion is due. These 'traditional' approaches are typically referred to as being growth implicit, meaning that rental growth is built into the choice of yield and not explicitly modelled within the calculation.

As at 31 December 2025 and 31 December 2024 the German, French, Polish and Spanish assets were valued using the discounted cash flow method, and the Netherlands properties using the traditional method. The fair value of investment properties and investment properties Held for sale, amounted to €155,080,000 (2024: €593,991,000, including properties sold during 2025).

The difference between the fair value and the value per the Consolidated Balance Sheet for Investment properties and Investment properties held for sale at 31 December 2025 consists of adjustments for lease incentive assets and the Den Hoorn lease liability separately recognised in the balance sheet of €507,000 and €24,347,000 respectively (2024: €3,462,000 and €24,399,000). Further details of the Den Hoorn lease are disclosed in note 12.

The following disclosure is provided in relation to the adoption of IFRS 13 Fair Value Measurement. All properties are deemed Level 3 for the purposes of fair value measurement, and the current use of each property is considered the highest and best use.

Country and sector	Fair Value 2025 €'000	Fair Value 2024 €'000	Valuation techniques	Key Unobservable inputs	Range (weighted average) 2025	Range (weighted average) 2024
the Netherlands - Logistics	102,400	173,200	Traditional Method	ERV	€2,087,495 - €3,698,389 (€2,985,787)	€609,052 - €3,695,185 (€2,542,168)
				Equivalent yield	5.30% - 6.31% (5.80%)	5.00% - 6.25% (5.57%)
Germany - Logistics	-	59,300	Discounted	Capitalisation rate	-	4.50% - 4.70% (4.62%)
				Discount rate	-	6.00% - 6.20% (6.08%)
				ERV	-	€1,481,502 - €2,016,994 (€1,799,366)
France - Logistics	52,680	77,345	Discounted	Capitalisation rate	5.25% - 5.40% (5.27%)	4.95% - 5.00% (4.96%)
				Discount rate	6.80% - 7.40% (6.89%)	6.45% - 7.05% (6.57%)
				ERV	€456,210 - €2,590,707 (€2,274,665)	€430,900 - €2,590,707 (€1,826,559)
Poland - Logistics	-	88,890	Discounted	Capitalisation rate	-	6.40% - 6.65% (6.54%)
				Discount rate	-	7.60% - 8.00% (7.74%)
				ERV	-	€1,867,527 - €2,186,059 (€2,006,817)
Spain - Logistics	-	195,256	Discounted	Capitalisation rate	-	4.75% - 5.25% (4.97%)
				Discount rate	-	6.50% - 7.50% (6.87%)
				ERV	-	€486,749 - €2,568,852 (€1,549,050)

### Sensitivity analysis

The table below presents the sensitivity of the valuation to changes in the most significant assumptions underlying the valuation of investment property.

All non-current assets other than financial instruments, deferred tax assets and trade receivables are non-UK based.

Country and sector	Assumption	Movement	Effect on 2025 €'000	Effect on 2024 €'000
the Netherlands - Logistics	Equivalent Yield	+50 basis points Equivalent Yield (2024: +50 basis points Equivalent Yield)	(8,430)	(14,800)
		-50 basis points Equivalent Yield (2024: -50 basis points Equivalent Yield)	10,258	17,600
	ERV	-5% ERV (2024: -5% ERV)	(4,331)	(6,600)
		+5% ERV (2024: +5% ERV)	4,505	6,600
France - Logistics	Capitalisation	+50 basis points (2024: +50 basis points)	(2,715)	(23,295)
		-50 basis points (2024: -50 basis points)	3,277	28,409
Germany - Logistics (2025: disposed)	Discount	+50 basis points (2024: +50 basis points)	(1,920)	(15,507)
Poland - Logistics (2025: disposed)		-50 basis points (2024: -50 basis points)	2,006	16,267
Spain - Logistics (2025: disposed)	ERV	-5% ERV (2024: -5% ERV)	(1,450)	(13,288)
		+5% ERV (2024: +5% ERV)	1,443	13,206

The sensitivity analysis for 2024 and 2025 has been conducted based on 50 basis points variation in capitalisation and discount rates and 5% variation in ERV. This analysis aims to provide a more accurate reflection of the current market environment and its potential impact on property valuations.

## 10. Trade and other receivables

	2025	2024
	€'000	€'000
Trade debtors	4,408	9,748
Bad debt provisions	-	(573)
Lease incentives	507	3,462
Deposit on sale of Investment properties held with notary	395	2,970
Tax receivables	870	930
VAT receivable	736	455
Other receivables	-	6
<b>Total receivables</b>	<b>6,916</b>	<b>16,998</b>

Lease incentives include accrued income resulting from the spreading of lease incentives and/or minimum lease payments over the term of the lease. A proportion of this balance relates to periods over 12 months.

The ageing of trade debtors is as follows:

	2025	2024
	€'000	€'000
Less than 6 months	4,379	8,523
Between 6 & 12 months	6	79
Over 12 months	23	1,146
<b>Total receivables</b>	<b>4,408</b>	<b>9,748</b>

## 11. Cash and cash equivalents

	2025	2024
	€'000	€'000
Cash at bank	47,834	25,011
<b>Total cash and cash equivalents</b>	<b>47,834</b>	<b>25,011</b>

## 12. Leasehold liability – arising on held for sale

	2025	2024
	€'000	€'000
<b>Maturity analysis - contractual undiscounted cash flows</b>		
Less than one year	703	682
One to two years	703	682
Two to three years	703	682
Three to four years	703	682
Four to five years	703	682
More than five years	25,479	25,900
<b>Total undiscounted lease liabilities</b>	<b>28,994</b>	<b>29,310</b>
<b>Lease liability included in the statement of financial position</b>		
Current	24,347	682
Non - Current	-	23,717
<b>Total lease liability included in the statement of financial position</b>	<b>24,347</b>	<b>24,399</b>

On 15 January 2020 the Group acquired a logistics warehouse in Den Hoorn. The property is located on land owned by the local municipality and leased to the Group on a perpetual basis. The Group reserves the option to acquire the freehold ownership on 1 July 2044 for the total sum of €15,983,000. The annual ground lease payments amount to €703,000 per annum (2024: €682,000 per annum), the present value of these future payments (assuming the option to acquire the freehold is exercised) being €24,347,000 as at 31 December 2025 (2024: €24,399,000). Due to

reclassification of investment properties into assets held-for sale the lease liability is presented in the current liabilities section.

### 13. Trade and other payables

	2025	2024
	€'000	€'000
Rental income received in advance	1,542	2,496
Tenant deposits	813	3,759
Notary disposal related deposits	395	3,912
Trade payables	2,678	2,970
Accruals	2,209	869
VAT payable	1,002	743
Management fee payable	3,420	573
<b>Total payables</b>	<b>12,059</b>	<b>15,322</b>

### 14. Bank loans

	2025	2024
	€'000	€'000
Bank borrowing drawn	58,228	235,700
Loan issue costs paid	(6,507)	(6,384)
Accumulated amortisation of loan issue costs	5,347	5,224
Remeasurement of loan liability	1,160	2,075
<b>Total bank loans</b>	<b>58,228</b>	<b>236,615</b>

Following the announcement of the managed wind-down the Group intends to repay a number of loans prior to maturity. The amortised cost of bank loans was therefore remeasured and any unamortised balance of loan issue cost was fully amortised as at 31 December 2025.

	2025	2024
	€'000	€'000
Maturity less than 1 year	34,300	140,300
Maturity above 1 year	23,928	96,315
<b>Total receivables</b>	<b>58,228</b>	<b>236,615</b>

The above loans are secured on the following properties on a non-recourse basis.

Country	Property	Lender	Loan (€'000)	Start date	End date	Fixed interest rate (including margin)
Netherlands	Ede + Waddinxveen	Berlin Hyp	34,300	06/06/2019	03/06/2026	3.30%*
Netherlands	Den Hoorn	Berlin Hyp	23,928	14/01/2020	14/01/2028	1.38%
			<b>58,228</b>			<b>2.51%</b>

\* Ede and Waddinxveen loan's interest rate is a variable.

Although the Berlin Hyp loan for Den Hoorn expires in 2028, it is classified as current in the Consolidated Statement of Financial Position because the underlying property is classified as an investment property held for sale.

Reconciliation of movements of liabilities to cash flows arising from financing activities.

	Bank borrowings	Bank interest	Financial derivatives	Total
	€'000	€'000	€'000	€'000
<b>Balance at 1 January 2025</b>	<b>236,615</b>	<b>25</b>	<b>366</b>	<b>237,006</b>
<b>Cash flow from financing activities:</b>				
Bank loans interest repaid	-	(3,732)	-	(3,732)
Bank loans repaid	(147,272)	-	-	(147,272)
Payment of lease interest	-	-	-	-
<b>Non-cash movement:</b>				
Remeasurement of loan liability	(915)	-	-	(915)
Termination of derivative financial instruments	-	-	(164)	(164)
Changes arising from losing control of subsidiaries	(30,200)	-	-	(30,200)
Changes in fair value of financial instruments	-	-	(202)	(202)
Change in creditors for loan interest payable	-	3,727	-	3,727
<b>Balance at 31 December 2025</b>	<b>58,228</b>	<b>20</b>	<b>-</b>	<b>58,248</b>

	Bank borrowings	Bank and lease interest	Financial derivatives	Total
	€'000	€'000	€'000	€'000
<b>Balance at 1 January 2024</b>	<b>256,524</b>	<b>16</b>	<b>1,690</b>	<b>258,230</b>
<b>Cash flow from financing activities:</b>				
Bank loans interest repaid	-	(5,134)	-	(5,134)
Bank loans repaid	(23,762)	-	-	(23,762)
<b>Non-cash movement:</b>				
Amortisation of capitalised borrowing costs	1,778	-	-	1,778
Remeasurement of loan liability	2,075	-	-	2,075
Termination of derivative financial instruments	-	-	(13)	(13)
Changes arising from losing control of subsidiaries	-	-	-	-
Changes in fair value of financial instruments	-	-	(1,311)	(1,311)
Change in creditors for loan interest payable	-	5,143	-	5,143
<b>Balance at 31 December 2024</b>	<b>236,615</b>	<b>25</b>	<b>366</b>	<b>237,006</b>

## 15. Derivative financial instruments

	2025	2024
	€'000	€'000
Interest rate swap	-	366
<b>Balance as at 31 December</b>	<b>-</b>	<b>366</b>

Following repayment of the loans the company terminated interest rate swaps and cap realising a gain on termination of €164,000.

## 16. Share capital

	2024	2024
	€'000	€'000
Opening balance	4,717	4,717
<b>Balance as at 31 December</b>	<b>4,717</b>	<b>4,717</b>

Ordinary shareholders participate in all general meetings of the Company on the basis of one vote for each share held. Each Ordinary share has equal rights to dividends and equal rights to participate in a distribution arising from a winding up of the Company. The Ordinary shares are not redeemable.

The number of Ordinary shares authorised, issued and fully paid as at 31 December 2025 was 412,174,356 (2024: 412,174,356). The nominal value of each share is £0.01.

## 17. Share premium

	2025	2024
	€'000	€'000
Opening balance	-	269,546
Cancelling of share premium	-	(269,546)
<b>Balance as at 31 December</b>	<b>-</b>	<b>-</b>

On 23 July 2024 Shareholders approved in General Meeting the cancellation of the amount standing to the credit of the Company's Share Premium account. Subsequently, on 24 September 2024, the Court issued a sealed order confirming the proposal to cancel the Share Premium account and the cancellation certificate was registered at Companies House on 26 September 2024.

The implementation of a B Share mechanism was approved by Shareholders on 22 November 2024. As a result, the amount standing to the credit of the Share Premium account of the Company was cancelled and its balance was moved to the Special Distributable Reserve II.

## 18. Special distributable reserve

	2025	2024
	€'000	€'000
Opening balance	145,016	152,099
Dividends paid	(12,352)	(7,083)
<b>Balance as at 31 December</b>	<b>132,664</b>	<b>145,016</b>

At a General Meeting held on 8 November 2017, a special resolution was passed authorising, conditional on the issue of Ordinary shares by the Company, the amount standing to the credit of the share premium account of the Company following issue to be cancelled. In order to cancel the Share Premium account the Company was required to obtain a Court Order, which was received on 13 March 2018. A Statement of Capital form was lodged at Companies House with a copy of the Court Order on 16 March 2018. With effect from that date the amount of the share premium account cancelled was credited as a Special Distributable Reserve in the Company's books of account.

Further details of the dividends paid from the special distributable reserve are provided in note 7 of the parent company accounts.

Special distributable reserve II	2025	2024
	€'000	€'000
Opening balance	269,546	-
B shares issued during the year	(61,902)	-
Return of capital to B shareholders	(185,975)	-
Cancelling of share premium	-	269,546
<b>Balance as at 31 December</b>	<b>21,669</b>	<b>269,546</b>

On 6 November 2024, the Board of the Company announced details of its proposal to implement a B Share mechanism to facilitate the return of capital to Shareholders as part of the managed wind-down. During the year, the Board implemented the B Share mechanism and returned capital to Shareholders by way of a bonus issue of redeemable B Shares (with a nominal value of one penny each), which were immediately redeemed by the Company for cash consideration equal to the amount treated as paid up on the issue of the B Shares. The Board considers this to be one of the fairest and most efficient ways of returning substantial amounts of cash to Shareholders. The use of B Shares enabled the Company to return capital on a strictly pro rata basis, ensuring that no individual Shareholder or group of Shareholders was disadvantaged. B Shares were issued to Shareholders (at no cost to Shareholders) pro rata to their holdings of Ordinary Shares at the time of issue of the B Shares and, shortly thereafter, redeemed and cancelled in accordance with their terms for an amount not exceeding the amount treated as paid up on the issue of the B Shares.

The Company did not allot any fractions of B Shares, and the entitlement of each Shareholder was rounded down to the nearest whole B Share.

The B Shares are non-transferable, non-equity shares that are classified and accounted for as financial liabilities, with limited rights as follows:

**Income** - The Company's profits available for distribution shall be applied first in paying to the holders of the B Shares (in priority to any payment of dividend to the holders of any other class of shares in the capital of the Company) a fixed rate cumulative preferential cash dividend ("Preferential Dividend") at the rate of 0.01 per cent. per annum on the nominal value of one penny on every B Share held by them, such dividend to be paid annually on the date falling six months after the date on which any B Shares are issued and thereafter on each anniversary of such date ("Fixed Dividend Dates") to the registered holders of B Shares shown in the Register on the relevant Fixed Dividend Date. Every Preferential Dividend shall be distributed to the holders of the B Shares pro rata according to the amounts paid up or credited as paid up on the B Shares held by them respectively and shall be rounded down to the nearest whole penny.

**Capital** - Except as provided below, on a return of capital on a winding-up (excluding any intra-group reorganisation on a solvent basis), the holders of the B Shares shall be entitled, in priority to any payment to the holders of every other class of share in the capital of the Company, to one penny per B Share held by them. On a winding up, the holders of the B Shares shall not be entitled to any further right of participation in the profits or assets of the Company in excess of that specified in the Income paragraph above. In the event that there is a winding-up and the amounts available for payment are insufficient to pay the amounts due on all the B Shares in full, the holders of the B Shares shall be entitled to their pro rata proportion of the amounts to which they would otherwise be entitled. The aggregate entitlement of each holder of B Shares on a winding-up in respect of all the B Shares held by him shall be rounded down to the nearest whole penny. The holders of the B Shares shall not be entitled to any further right of participation in the profits or assets of the Company in their capacity as holders of B Shares.

**Attendance and voting at general meetings** - The holders of the B Shares shall not be entitled, in their capacity as holders of such B Shares, to receive notice of any general meeting of the Company nor to attend, speak or vote at any such general meeting nor to vote on a written resolution of the Company.

Below table presents all B share distributions that occurred during 2025.

	Special distributable reserve II	Capital redemption reserve	Total
	€'000	€'000	€'000
<b>Balance at 31 December 2024</b>	<b>269,546</b>	<b>-</b>	<b>269,546</b>
<b>First B share distribution - nominal value of B share £0.04</b>			
B shares issued 7 March 2025	(19,677)	-	(19,677)
B shares redeemed 7 March 2025	-	19,677	19,677
Return of capital to B shareholders 20 March 2025	(19,677)	-	(19,677)
<b>Second B share distribution - nominal value of B share £0.12</b>			
B shares issued 31 July 2025	(37,689)	(19,677)	(57,366)
B shares redeemed 31 July 2025	-	57,366	57,366
Return of capital to B shareholders 13 August 2025	(57,366)	-	(57,366)
<b>Third B share distribution - nominal value of B share £0.13</b>			
B shares issued 17 September 2025	(4,536)	(57,366)	(61,902)
B shares redeemed 17 September 2025	-	61,902	61,902
Return of capital to B shareholders 30 September 2025	(61,902)	-	(61,902)
<b>Fourth B share distribution - nominal value of B share £0.10</b>			
B shares issued 17 December 2025	-	(47,030)	(47,030)
B shares redeemed 17 December 2025	-	47,030	47,030
Return of capital to B shareholders 30 December 2025	(47,030)	-	(47,030)
<b>Balance at 31 December 2025</b>	<b>21,669</b>	<b>61,902</b>	<b>83,571</b>

## 19. Capital reserve

	Realised capital reserve	Unrealised gains/(losses)	Total capital
	€'000	€'000	€'000
Opening balance	(7,027)	(67,170)	(74,197)
Deferred taxation	-	5,619	5,619
Change in fair value of investments	-	(10,939)	(10,939)
Gains on disposal of investment properties	(26,997)	-	(26,997)
Taxation on disposal of investment properties	(5,814)	-	(5,814)
Remeasurement of loan liability	915	-	915
Amortisation of capitalised borrowing costs	(123)	-	(123)
Movement in fair value gains on derivative financial instruments	-	(201)	(201)
Gains arising from the derecognition of derivative financial instruments	164	-	164
Management and other fees based on disposal results	(3,040)	-	(3,040)
Currency gains during the year	-	(337)	(337)
<b>Balance as at 31 December 2025</b>	<b>(41,922)</b>	<b>(73,028)</b>	<b>(114,950)</b>

	Realised capital reserve	Unrealised gains/(losses)	Total capital
	€'000	€'000	€'000
Opening balance	2,951	(67,151)	(64,200)
Deferred taxation	-	(771)	(771)
Change in fair value of investments	(8,629)	2,345	(6,284)
Gains on disposal of investment properties	35	-	35
Taxation on disposal of investment properties	(482)	-	(482)
Remeasurement of loan liability	(915)	-	(915)
Movement in fair value gains on derivative financial instruments	-	(1,311)	(1,311)
Gains arising from the derecognition of derivative financial instruments	13	-	13
Currency gains during the year	-	(282)	(282)
<b>Balance as at 31 December 2024</b>	<b>(7,027)</b>	<b>(67,170)</b>	<b>(74,197)</b>

## 20. Revenue reserve

The Group's revenue reserve can be analysed as follows:

	2025 €'000	2024 €'000
Opening balance	29,026	22,766
Result for the financial year	7,490	13,027
Dividends paid	(4,258)	(6,767)
<b>Balance as at 31 December</b>	<b>32,258</b>	<b>29,026</b>

## 21. Operating segments

The Group's reportable segments are the geographical areas in which it operates. These operating segments reflect the components of the Group that are regularly reviewed to allocate resources and assess performance.

	Netherlands	Poland	Germany	Spain	France	Parent company	Total
<b>2025</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>
Total assets	133,250	19,139	-	8,484	57,096	17,464	235,433
Total liabilities	84,354	2,008	-	633	5,653	4,525	97,173
Total comprehensive return for the period (revenue)	4,198	(885)	471	(1,988)	1,436	4,258	7,490
Total Comprehensive return for the period (capital)	(6,835)	(6,415)	7,094	(21,624)	(9,942)	(3,031)	(40,753)
<b>Included in total comprehensive income</b>							
Net change in fair value adjustment on investment property	(6,894)	-	-	-	(4,045)	-	(10,939)
Rental income	9,006	3,626	1,250	3,196	3,854	-	20,932

	Netherlands	Poland	Germany	Spain	France	Parent company	Total
<b>2024</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>
Total assets	210,000	95,012	61,499	205,141	84,439	5,106	661,197
Total liabilities	118,644	5,759	33,061	101,749	27,034	842	287,089
Total comprehensive return for the period (revenue)	4,617	1,642	1,093	(2,362)	1,270	6,767	13,027
Total Comprehensive return for the period (capital)	(3,750)	(1,334)	(4,281)	4,037	(4,388)	(281)	(9,997)
<b>Included in total comprehensive income</b>							
Net change in fair value	(3,270)	(1,250)	(3,909)	6,220	(4,075)	-	(6,284)
Rental income	12,062	5,368	3,296	7,038	3,735	-	31,499

## 22. Financial instruments and investments properties

### Fair value hierarchy

IFRS 13 requires the Group to classify its financial instruments held at fair value using a hierarchy that reflects the significance of the inputs used in the valuation methodologies. These are as follows:

Level 1 – quoted prices in active markets for identical investments;

Level 2 – other significant observable inputs (including quoted prices for similar investments, interest rates, prepayments, credit risk, etc.); and

Level 3 – significant unobservable inputs.

The following table shows an analysis of the fair values of investment properties recognised in the balance sheet by level of the fair value hierarchy:

	Level 1	Level 2	Level 3	Total fair value
	€'000	€'000	€'000	€'000
<b>31 December 2025</b>				
Investment properties	-	-	33,500	33,500
Investment property held-for-sale	-	-	145,420	145,420
<b>31 December 2024</b>				
Investment properties	-	-	497,319	497,319
Investment property held-for-sale	-	-	117,609	117,609

The lowest level of input is the underlying yields on each property which is an input not based on observable market data.

	Level 1	Level 2	Level 3	Total fair value
	€'000	€'000	€'000	€'000
<b>31 December 2025</b>				
Derivative financial asset	-	-	-	-
<b>31 December 2024</b>				
Derivative financial asset	-	366	-	366

The lowest level of input is EUR:GBP exchange rate for forward foreign currency contracts. The lowest level of inputs for Interest rate SWAPs and Caps are current market interest rates and yield curve over the remaining term of the instrument.

	Level 1	Level 2	Level 3	Total fair value
	€'000	€'000	€'000	€'000
<b>31 December 2025</b>				
Bank loans	-	57,713	-	57,713
<b>31 December 2024</b>				
Bank loans	-	235,580	-	235,580

Bank loans are measured at amortised cost. The fair value is estimated using discounted cash flows with the current interest rates and yield curve applicable to each loan. As at 31 December 2025 the estimated fair value of the Group's bank loans is €57,713,000 (2024: €235,580,000). The amortised cost is €58,228,000 (2024: €236,615,000).

### 23. Risk management

The Group's financial instruments comprise securities and other investments, cash balances, loans and debtors and creditors that arise directly from its operations; for example, in respect of sales and purchases awaiting settlement, and debtors for accrued income. The Group also has the ability to enter into derivative transactions in the form of forward foreign currency contracts, futures and options, for the purpose of managing currency and market risks arising from the Group's activities. The Group also has the ability to enter into derivative transactions to hedge against fluctuations in the cost of borrowing as a result of changes in interest rates.

The main risks the Group faces from its financial instruments are (a) market price risk (comprising of (i) interest rate risk, (ii) foreign currency risk and (iii) other price risk), (b) liquidity risk and (c) credit risk.

### (a) Market price risk

The fair value or future cash flows of a financial instrument held by the Group may fluctuate because of changes in market prices. This market risk comprises three elements - interest rate risk, foreign currency risk and other price risk.

#### (i) Market risk arising from interest rate risk

Interest rate movements may affect the level of income receivable on cash deposits. The possible effects on fair value and cash flows that could arise as a result of changes in interest rates are taken into account when making investment and borrowing decisions.

### Interest risk profile

The interest rate risk profile of the portfolio of financial assets and liabilities at the year-end were as follows:

As at 31 December 2025	Interest rate %	Local currency '000	Foreign exchange rate	Euro equivalent €'000
Assets:				
Euro	2.00	46,716	1.00	46,716
Pound Sterling	3.75	370	0.87	425
Polish Zloty	4.00	2,930	4.27	693
<b>Total</b>				<b>47,834</b>

As at 31 December 2024	Interest Rate %	Local currency '000	Foreign exchange rate	Euro equivalent €'000
Assets:				
Euro	3.00	20,510	1.00	20,510
Pound Sterling	4.75	3,471	0.83	4,182
Polish Zloty	5.25	1,344	4.27	319
<b>Total</b>				<b>25,011</b>

The floating rate assets consist of cash deposits on call earning interest at prevailing market rates.

An increase of 100bps in interest rates as at the reporting date would have increased the reported profit and equity shareholders' funds by €478,340 (2024: €250,110). Other Comprehensive Income and Capital Reserves would have been €nil (2024: €589,387) higher as a result of an increase in the fair value of the derivative designated as interest rate swaps and €nil (2024: €7,597) higher as a result of an increase in the fair value of the derivative designated as interest rate caps on floating rate borrowings.

A decrease of 100bps in interest rates would have reduced the reported profit and equity shareholders' funds by €478,340 (2024: €250,110). Other Comprehensive Income and the Capital Reserve would have been €nil (2024: €589,387) lower as a result of a decrease in the fair value of the derivative designated as interest rate swaps and €nil (2024: €572) lower as a result of a decrease in the fair value of the derivative designated as interest rate caps on floating rate borrowings.

Other financial assets and liabilities (e.g. debtors, creditors) are not subject to interest rate risk. The rates of interest on the bank loans are fixed or hedged until the end of their term hence not subject to any interest rate risk. Further details are disclosed in note 14.

## (ii) Market risk arising from foreign currency risk

The income and capital value of the Groups investments and liabilities can be affected by exchange rate movements as some of the Group's assets and income are denominated in currencies other than Euro which is the Group's reporting currency.

The revenue account is subject to currency fluctuation arising from overseas income.

### Foreign currency risk profile

Foreign currency risk profile by currency of denomination:

	Net monetary exposure	Total currency exposure
As at 31 December 2025	€'000	€'000
Pound Sterling	157	157
Zloty	693	693
Total foreign currency	850	850
Euro	(41,510)	(41,510)
<b>Total</b>	<b>(40,660)</b>	<b>(40,660)</b>

	Net monetary exposure	Total currency exposure
As at 31 December 2024	€'000	€'000
Pound Sterling	3,704	3,704
Zloty	319	319
Total foreign currency	4,023	4,023
Euro	(244,843)	(244,843)
<b>Total</b>	<b>(240,820)</b>	<b>(240,820)</b>

The asset allocation between specific markets can vary from time to time based on the Investment Manager's opinion of the attractiveness of the individual markets.

### Foreign currency sensitivity

The following table details the Group's sensitivity to a 10% increase and decrease in Sterling and Polish Zloty against the Euro and the resultant impact that any such increase or decrease would have on net return before tax and equity shareholders' funds. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the year-end for a 10% change in foreign exchange rates.

	As at 31 December 2025	As at 31 December 2024
	€'000	€'000
Polish Zloty	69	32
Pound Sterling	16	370

## (iii) Market risk arising from other price risk

Other price risks (i.e. changes in market prices other than those arising from interest rate or currency risk) may affect the value of the quoted investments. The carrying amount for financial assets approximates to the fair value of trade and other receivables (note 10) and trade and other payables (note 13).

### Other price risk sensitivity

If the investment property valuation fell by 10% at 31 December 2025, the decrease in total assets and return before tax would be €16m (2024: €59m). If the investment property valuation rose by 10% at 31 December 2025, the increase in total assets and return before tax would be €16m (2024: €59m). Exposures vary throughout the year as a

consequence of changes in the net assets of the Group arising out of the investment property and risk management processes.

#### **(b) Liquidity risk**

This is the risk that the Group will encounter difficulty in meeting obligations associated with financial liabilities. All creditors are payable within three months.

The Group's liquidity risk is managed by the Investment Manager placing cash in liquid deposits and bank accounts. Liquidity risk is the risk that the Group will encounter in realising assets or otherwise raising funds to meet financial commitments.

The level of dividends and other distributions to be paid by the Group may fluctuate and there is no guarantee that any such distributions will be paid.

Following the announcement of the managed wind-down and as the Group progresses with the disposal of properties, its ability to generate income will diminish. Consequently, the Group has revised its dividend policy to align with the reduced income levels. Therefore, liquidity risk is not considered to be significant.

#### **(c) Credit risk**

This is the risk of failure of the counterparty to a transaction to discharge its obligations under that transaction that could result in the Group suffering a loss.

The risk is not considered significant by the Board, and is managed as follows:

The Group has acquired a portfolio of European logistics properties and has a number of leases with tenants. In the event of default by a tenant, the Group will suffer a rental shortfall and incur additional costs until the property is re-let, including legal expenses, in maintaining, insuring and re-letting the property. The Board receives regular reports on concentrations of risk and any tenants in arrears. The Investment Manager monitors such reports in order to anticipate and minimise the impact of defaults by tenants. Cash is held only with reputable financial institutions with high quality external credit ratings.

None of the Group's financial assets is secured by collateral.

The maximum credit risk exposure as at 31 December 2025 was €54.2m (2024: €38.5m). This was due to trade receivables and cash as per notes 10 and 11.

All cash is placed with financial institutions with a credit rating of -A or above. Bankruptcy or insolvency may cause the Group's ability to access cash placed on deposit to be delayed or limited. Should the credit quality or the financial position of the financial institutions currently employed significantly deteriorate, the Investment Manager would move the cash holdings to another financial institution. There are no significant concentrations of liquidity risk within the Group.

#### **(d) Taxation and Regulation risks**

The Company must comply with the provisions of the Companies Act and, as the shares are admitted to the closed ended investment funds segment of the Official List, the Listing Rules and the Disclosure Guidance and Transparency Rules. A breach of the Companies Act could result in the Company and/or the Board being fined or being the subject of criminal proceedings. Breach of the Listing Rules could result in the shares being suspended from listing. Legal and regulatory changes could occur that may adversely affect the Company. The Company has obtained UK Investment Trust Company status. The Company must comply with the provisions of sections 1158 and 1159 of the Corporation Tax Act 2010 and Part 2 Chapter 1 of Statutory Instruments 2011/2999 to maintain this status. Breaching

these regulations could result in the Company paying UK Corporation Tax it would otherwise be exempt from, adversely affecting the Company's ability to pursue its investment objective.

## **Capital management**

The Group considers that capital comprises issued Ordinary shares and borrowings. Following Shareholder approval of the revised Investment Policy on 23 July 2024, the Group entered a managed wind-down phase and accordingly its capital management objectives, policies and risk profile have changed.

The Group's primary capital risk management objective is to maximise returns to Shareholders through the orderly realisation of the assets in its portfolio, while ensuring that the Group retains sufficient liquidity to meet its ongoing operational requirements and financial obligations as they fall due throughout the wind-down period. Capital is therefore managed with a focus on preserving value, maintaining appropriate liquidity, limiting financial risk and facilitating timely returns of capital to Shareholders.

In accordance with the revised Investment Policy, the Group has ceased making new commercial real estate acquisitions. Capital expenditure is permitted only where the Board considers it necessary or desirable in connection with the realisation of the portfolio, primarily where such expenditure is required to protect or enhance an asset's realisation value.

Net proceeds from asset disposals are used to repay borrowings and fund returns of capital to Shareholders, net of the Group's ongoing operating and wind-down costs. From time to time, the Group may hold surplus cash, for example following the disposal of an investment. Pending return to Shareholders, such surplus cash is expected to be held as cash on deposit or invested in liquid, low-risk instruments, including cash equivalents and money market instruments, bonds, commercial paper or other debt obligations with financial institutions or counterparties having a single-A (or equivalent) or higher credit rating, as determined by an internationally recognised rating agency, or in government and public securities as defined for the purposes of the FCA rules.

The Group does not anticipate entering into new borrowing arrangements during the wind-down period, although limited borrowing may be used where required for efficient liquidity or balance sheet management. The Board monitors the Group's capital structure and gearing on an ongoing basis, having regard to forecast disposal proceeds, liquidity requirements and the timing and quantum of anticipated returns to Shareholders, to ensure alignment with the revised Investment Policy and the orderly execution of the wind-down.

The Group monitors capital primarily through regular financial reporting and also through a gearing policy. The Group used gearing to improve shareholder returns. Debt is typically secured at the asset level and potentially at the Group level with or without a charge over some or all of the Group's assets, depending on the optimal structure for the Group and having consideration to key metrics including lender diversity, cost of debt, debt type and maturity profiles. Borrowings is typically non-recourse and secured against individual assets or groups of assets and the aggregate borrowings at asset level will always be subject to an absolute maximum, calculated at the time of drawdown for a property purchase, of 50 per cent. of Gross Assets. Where borrowings are secured against a group of assets, such group of assets shall not exceed 25 per cent. of Gross Assets in order to ensure that investment risk remains suitably spread. The Board has established gearing guidelines for the Investment Manager in order to maintain an appropriate level and structure of gearing within the parameters set out above. Under these guidelines, aggregate borrowings at asset level are expected to be at or around 35 per cent. of gross assets. The Board will keep the level of borrowings under review and the aggregate borrowings will always be subject to the absolute maximum set at the time of the Group's launch, calculated at the time of drawdown for a property purchase, of 50 per cent of Gross Assets. The carrying value of the Groups bank borrowings as at 31 December 2025, excluding any early repayment penalty costs, was €58,228,000 (2024: €235,700,000).

## Contractual undiscounted maturities

All financial liabilities presented as current are payable within 12 months. The analysis of financial liabilities is below:

As at 31 December 2025	Within 1 year €'000	1-2 years €'000	2-5 years €'000	Over 5 years €'000	Total €'000
Bank loans	35,108	330	23,941	-	59,379
Lease liability	703	703	2,110	25,478	28,994
Trade liabilities	12,059	-	-	-	12,059
<b>Total</b>	<b>47,870</b>	<b>1,033</b>	<b>26,051</b>	<b>25,478</b>	<b>100,432</b>

As at 31 December 2024	Within 1 year €'000	1-2 years €'000	2-5 years €'000	Over 5 years €'000	Total €'000
Bank loans	143,764	35,523	62,955	-	242,242
Lease liability	682	682	2,046	25,900	29,310
Trade liabilities	15,322	-	-	-	15,322
<b>Total</b>	<b>159,768</b>	<b>36,205</b>	<b>65,001</b>	<b>25,900</b>	<b>286,874</b>

## 24. Related party transactions

The Company's Alternative Investment Fund Manager ('AIFM') throughout the year was abrdn Fund Managers Limited ('aFML'). Under the terms of a Management Agreement dated 17 November 2017 the AIFM is appointed to provide investment management services, risk management services and general administrative services including acting as the Company Secretary.

Under the terms of the agreement portfolio management services are delegated by aFML to abrdn Investments Ireland Limited ('aIIL'). Effective 1 August 2024 the Company has paid lower management fees at the rate of 0.5% (reduced from 0.75%) and additional disposal fees between 0.65% and 0.75% depending on the net disposal proceeds realised on the sale of investment properties. Disposal fees can only be paid once 80% of the portfolio has been sold with the remaining 20% payable once the entire portfolio has been sold. In addition, with effect from 23 July 2024, the Management Agreement became terminable by the Company or aFML on not less than three months' notice with such notice not to be served before 31 March 2025. The total management fees charged to the Consolidated Statement of Comprehensive Income during the year were €4,180,000 (2024: €2,508,000), of which €3,420,000 (2024: €573,000) was payable at the year end. Under the terms of a Global Secretarial Agreement between aFML and abrdn Holdings Limited ('aHL'), company secretarial services are provided to the Company by aHL.

A promotional and marketing budget fee of £95,000 (2024: £114,000) was approved for 2024/2025 at the July 2024 Board meeting which is payable to abrdn Investment Management Limited ('aIML'). As at 31 December 2025 £90,250 was payable (31 December 2024: £96,418). This fee reduced to zero effective from 1 April 2026.

The remuneration of Directors is detailed below. Further details on the Directors can be found on pages 39 to 43.

	2025 €'000	2024 €'000
Tony Roper	69	66
Caroline Gulliver	53	51
John Heawood	45	43
Diane Wilde	-	20
<b>Balance as at 31 December</b>	<b>167</b>	<b>180</b>

Please note the above figures are all Euro, while those in the Directors' remuneration report are stated in GBP.

The Directors' shareholdings are detailed below.

	<b>31 December 2025</b>	<b>31 December 2024</b>
	<b>Ordinary shares</b>	<b>Ordinary shares</b>
Tony Roper	122,812	122,812
Caroline Gulliver	90,000	90,000
John Heawood	60,000	60,000

## 25. Lease analysis

The group leases out its investment properties under operating leases.

The future income under operating leases, based on the unexpired lease length at the year-end was as follows (based on total rents and excluding annual CPI adjustments).

	<b>2025</b>	<b>2024</b>
	<b>€'000</b>	<b>€'000</b>
Less than one year	10,996	32,437
Between one and two years	10,981	30,474
Between two and three years	10,830	28,802
Between three and four years	10,830	27,508
Between four and five years	6,964	25,084
Over five years	23,692	100,845
<b>Total cash and cash equivalents</b>	<b>74,293</b>	<b>245,150</b>

The Group entered into commercial property leases on its investment property portfolio. These leases had remaining lease terms of between 1 and 16 years.

## 26. Proceeds from disposal of subsidiary

The Group disposed of four subsidiaries during 2025. The following table summarises the disposal date fair value of each major classes of consideration transferred and realised result on the disposal.

	<b>Erlensee</b>	<b>Flörsheim</b>	<b>Madrid Logistics 1</b>	<b>Madrid Logistics 2</b>	<b>Total 2025</b>
	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>
Total consideration received	16,808	18,172	101,577	44,147	180,704
Amount of consideration received in cash	16,626	18,100	100,619	43,221	178,566
Amount to be received/(paid)	(277)	(193)	845	662	1,037
Cash and cash equivalents disposed	459	265	113	264	1,101
Effect on each major class of assets and liabilities:					
Investment properties	35,161	31,975	103,646	45,030	215,812
Trade and other receivables	428	(107)	1,092	485	1,898
Other assets	-	-	12	-	12
Trade and other payables	861	385	3,286	1,632	6,164
Bank loans	17,800	12,400	-	-	30,200
Deferred tax liability	579	1,176	-	-	1,755
<b>Amount of gain/(loss) recognised</b>	<b>(281)</b>	<b>7,032</b>	<b>(7,769)</b>	<b>(13,742)</b>	<b>(14,760)</b>

## 27. Post balance sheet events

On 12 January 2026 the Company announced that it had received a requisition request from DL Invest Group ISR SARL ("DL Invest"), the Company's largest Shareholder, requiring the Directors to convene a general meeting of the Company. Following the requisitioned general meeting, which was held on Friday 20 February 2026, the Board announced that neither of the resolutions proposed by DL Invest had been passed.

On 23 January 2026, the Group completed the sale of an asset located in France for a consideration of approximately €7.9 million.

On 28 February 2026, Israel and the United States launched a military offensive against Iran. This geopolitical event has caused global market disruption, with heightened uncertainty surrounding the potential short and medium-term implications for investment markets. The conflict did not impact real estate valuations as at 31 December 2025, being the financial year-end for the Group. However, the outlook for markets remains volatile and continues to be monitored. As at the date of reporting, no negative impacts on the Group have been observed.

On 13 March 2026, the Group completed the sale of its warehouse located in Waddinxveen, the Netherlands. The asset has been sold for a consideration of €35 million. Following this sale, the entire loan with Berlin Hyp of €34.3 million, expiring in June 2026, was repaid.

On 19 March 2026, the Group completed the sale of its warehouse located in Noves, near Avignon, France. The asset has been sold for a consideration of €47.5 million.

## **28. Capital commitments**

As at the 31 December 2025 the Group had capital commitments of €nil (2024: €nil).

## **29. Ultimate parent company**

In the opinion of the Directors on the basis of shareholdings reviewed by them, the Company has no immediate or ultimate controlling party.

## Parent Company Balance Sheet

As at 31 December 2025

	Notes	2025 €'000	2024 €'000
<b>Non-current assets</b>			
Investment in subsidiaries	2	39,018	103,870
Group loans receivable	3	-	166,422
		<b>39,018</b>	<b>270,292</b>
<b>Current assets</b>			
Investment in subsidiaries	2	-	-
Group loans receivable	3	72,805	70,140
Group loan interest receivable	3	1,929	3,483
Cash and cash equivalents		16,963	5,059
Other receivables		502	415
		<b>92,199</b>	<b>79,097</b>
<b>Total assets</b>		<b>131,217</b>	<b>349,389</b>
<b>Current liabilities</b>			
Trade and other payables	4	4,483	1,166
		<b>4,483</b>	<b>1,166</b>
<b>Total liabilities</b>		<b>4,483</b>	<b>1,166</b>
<b>Net assets</b>		<b>126,734</b>	<b>348,223</b>
Represented by:			
Share capital	6	4,717	4,717
Special distributable reserve		132,664	145,016
Special distributable reserve II	6	21,669	269,546
Capital redemption reserve		61,902	-
Capital reserve		(94,218)	(71,056)
		<b>126,734</b>	<b>348,223</b>

The Directors have taken advantage of the exemption available under Section 408 of the Companies Act 2006 and not presented an income statement or a statement of comprehensive income for the Company alone.

The loss made by the Parent Company in the year was €18,904,000 (2024: loss of €815,000).

The financial statements on pages 92 to 104 were approved and authorised for issue by the Board of Directors on 21 April 2026 and signed on its behalf by:

**Caroline Gulliver**

Independent Non-Executive Director

Company number: 11032222.

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

## Parent Company Statement of Changes in Equity

For the year ended 31 December 2025

	Share capital	Share premium	Special distributable reserve	Special distributable reserve II	Capital redemption reserve	Revenue reserve	Capital reserve	Total
Notes	€'000	€'000	€'000	€'000	€'000	€'000	€'000	€'000
As at 31 December 2024	4,717	-	145,016	269,546	-	-	(71,056)	348,223
Total comprehensive income /(loss)	-	-	-	-	-	4,258	(23,162)	(18,904)
B shares issued during the year	-	-	-	(61,902)	(124,073)	-	-	(185,975)
B shares redeemed during the year	-	-	-	-	185,975	-	-	185,975
Return of capital to B shareholders	-	-	-	(185,975)	-	-	-	(185,975)
Dividends paid	-	-	(12,352)	-	-	(4,258)	-	(16,610)
<b>As 31 December 2025</b>	<b>4,717</b>	<b>-</b>	<b>132,664</b>	<b>21,669</b>	<b>61,902</b>	<b>-</b>	<b>(94,218)</b>	<b>126,734</b>

For the year ended 31 December 2024

	Share capital	Share premium	Special distributable reserve	Special distributable reserve II	Capital redemption reserve	Revenue reserve	Capital reserve	Total
Notes	€'000	€'000	€'000	€'000	€'000	€'000	€'000	€'000
As at 31 December 2023	4,717	269,546	152,099	-	-	-	(63,474)	362,888
Total comprehensive income /(loss)	-	-	-	-	-	6,767	(7,582)	(815)
Cancellation of Share premium	-	(269,546)	-	269,546	-	-	-	-
Dividends paid	-	-	(7,083)	-	-	(6,767)	-	(13,850)
<b>As 31 December 2024</b>	<b>4,717</b>	<b>-</b>	<b>145,016</b>	<b>269,546</b>	<b>-</b>	<b>-</b>	<b>(71,056)</b>	<b>348,223</b>

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

## Parent Company Notes to the Financial Statements

### 1. Accounting policies

The principal accounting policies, all of which have been applied consistently throughout the period, are set out below.

#### (a) Basis of accounting

##### Basis of preparation of financial statements

The Parent Company financial statements have been prepared in accordance with FRS 101 Reduced Disclosure Framework and the Companies Act 2006 (the Act). FRS 101 sets out a reduced disclosure framework for a 'qualifying entity' as defined in the standard which addresses the financial reporting requirements and disclosure exemptions in the individual financial statements of qualifying entities that otherwise apply the recognition, measurement and disclosure requirements of UK-adopted IFRS.

As permitted by FRS 101, the Company has taken advantage of the disclosure exemptions available under that standard in relation to business combinations, financial instruments, capital management, presentation of comparative information in respect of certain assets, presentation of a cash flow statement, the effect of new but not yet effective IFRS's, impairment of assets, share-based payments and related party transactions. Where required, equivalent disclosures are given in the consolidated financial statements.

At the Annual General Meeting held on 24 June 2024, in accordance with the Board's recommendation, the resolution concerning the continuation of the Company was not passed by Shareholders. At the General Meeting held on 23 July 2024, the proposed revised Investment Policy for the implementation of a managed wind-down of the Company was overwhelmingly approved by the Company's Shareholders. Following the approval by Shareholders of the revised investment objective and policy, the process of an orderly realisation of the Company's assets and a return of capital to Shareholders is ongoing. The Board will endeavour to realise the Company's investments in a manner that achieves a balance between maximising the value received from the sale of investments and timely returns of net proceeds to Shareholders. Whilst the Directors are satisfied that the Company has adequate resources to continue in operation throughout the wind-down period and to meet all liabilities as they fall due, given that the Company is now in managed wind-down, the Directors consider it appropriate to adopt a basis other than going concern in preparing the financial statements. Further details are set out in note 1(a) of the consolidated financial statements.

The Directors have taken advantage of the exemption available under Section 408 of the Companies Act 2006 and not presented an income statement or a statement of comprehensive income for the Company alone. The loss made by the Parent Company in the year was €18,904,000 (2024: loss of €815,000). A summary of the Company's significant accounting policies is set out below.

#### (b) Significant accounting judgements, estimates and assumptions

The preparation of the Company's financial statements requires Directors to make judgements, estimates and assumptions that affect the amounts recognised in the financial statements. However, uncertainty about these judgements, assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in future periods.

##### Key estimation uncertainties

Investment in subsidiaries is recognised at lower of carrying value and recoverable amount. The recoverable amount is determined as the higher of an asset's fair value less costs of disposal and its value in use. The value in use of an asset is the present value of the future cash flows expected to be derived from the asset. Where carrying value is higher than recoverable amount, a provision for impairment is recognised. The determination of impairment requires the use of estimates such as future cash flows, fair value of investment properties and expected disposal costs.

Fundamental to the net asset value of the subsidiary is the fair value of the investment properties owned. The valuation uncertainty of investment properties is detailed within the consolidated group financial statement notes.

**(c) Functional and presentation currency**

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates (“the functional currency”) which in the judgement of the Directors is Euro. The financial statements are also presented in Euro. All figures in the financial statements are rounded to the nearest thousand euros unless otherwise stated.

**(d) Foreign currency**

Transactions denominated in foreign currencies are converted at the exchange rates ruling at the date of the transaction. Monetary and non-monetary assets and liabilities denominated in foreign currencies held at the financial year end are translated using London closing foreign exchange rates at the financial year end. Any gain or loss arising from a change in exchange rates subsequent to the date of the transaction is included as an exchange gain or loss to capital or revenue in the Statement of Comprehensive Income as appropriate. Foreign exchange movements on investments are included in the Statement of Comprehensive Income within gains on investments.

**(e) Revenue recognition**

Interest income is accounted for on an effective interest rate basis and included in finance income.

**(f) Expenses**

Expenses are accounted for on an accruals basis. The Company’s investment management and administration fees, finance costs and all other expenses are charged through the Statement of Comprehensive Income.

**(g) Taxation**

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the reporting date. Current income tax relating to items recognised directly in equity is recognised in equity and not in profit or loss. Positions taken in tax returns with respect to situations in which applicable tax regulations are subject to interpretation are periodically evaluated and provisions established where appropriate.

**(h) Distributions**

Interim distributions payable to the holders of equity shares are recognised in the Statement of Changes in Equity in the year in which they are paid. An annual shareholder resolution is voted upon to approve the Company’s distribution policy.

**(i) Share issue expenses**

Incremental external costs directly attributable to the issue of shares that would otherwise have been avoided are written off to share premium.

**(j) Cash and cash equivalents**

Cash and cash equivalents are defined as cash in hand, demand deposits, and other short-term highly liquid investments readily convertible within three months or less to known amounts of cash and subject to insignificant risk of changes in value.

### **(k) Trade and other receivables**

Trade and other receivables are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest rate method less any impairment losses.

### **(l) Trade and other payables**

Trade and other payables are recognised initially at fair value. Subsequent to initial recognition they are measured at amortised cost using the effective interest method.

### **(m) Reserves**

#### **Share Capital**

This represents the proceeds from issuing Ordinary shares and is non-distributable.

#### **Share Premium**

Share premium represents the excess consideration received over the par value of Ordinary shares issued and is classified as equity. Incremental costs directly attributable to the issue of Ordinary shares are recognised as a deduction from share premium. This reserve is non-distributable.

#### **Special Distributable Reserve**

The special reserve is a distributable reserve to be used for all purposes permitted by applicable legislation and practice, including the buyback of shares and the payment of dividends.

#### **Special Distributable Reserve II**

The special reserve is a distributable reserve set up following the cancellation of amounts standing to the credit of the share premium account to be used for capital distributions to shareholders as sufficient cash is generated from asset sales under the managed wind-down policy.

#### **Capital Reserve**

Is a distributable reserve subject to applicable legislation and practice and realised gains and losses on currency settlements and disposals are accounted for in this reserve.

#### **Capital redemption reserve**

The capital redemption reserve arises when classes of share are cancelled, at which point an amount equal to the par value of the share capital is transferred from the share capital account to the capital redemption reserve. This reserve is not distributable. Under section 733 of the Companies Act 2006 this reserve may be used to pay up new shares to be allotted to members as fully paid bonus shares.

#### **Revenue Reserve**

The revenue reserve is a distributable reserve and reflects any surplus arising from the net revenue return on ordinary activities after taxation.

### **(n) Investments in subsidiaries**

Investments in subsidiaries are initially recognised at cost, then at the cost less any provision for impairment. Provision for impairment is determined by comparing the carrying value of the subsidiary, at the reporting date, against the recoverable amounts. The recoverable amount is the greater of its value in use and its fair value less costs to sell. In assessing fair value less costs to sell, the Directors have regard to the valuations of the underlying investment

properties held within the subsidiary, as reflected in the Group's consolidated financial statements prepared under IFRS.

Further details of the valuation of the Group's investment properties are set out in note 9 to the Group financial statements.

**(o) Intercompany loans**

The Company measures loans at amortised cost as the Directors believe these loans represent solely payments of principal and interest and should have been measured at amortised cost as they are held in a hold to collect business model. Intercompany loans are classified to non-current or current assets depending on the expected wind-down plan of the investment in subsidiary owning the particular loan. For subsidiaries holding investment properties classified as held for sale such loans are presented as current assets because of expected settlement of the loan, following the sale of investment property within subsidiary that is highly probable within one year (please see note 1(i) of the consolidated financial statements)

## 2. Investments in subsidiaries

Additional details of each subsidiary are noted below. All subsidiary shares are the same class:

Subsidiary	Address	31 December 2025		31 December 2024		Activity
		Share capital & premium (€'000)	% Shares owned	Share capital & premium (€'000)	% Shares owned	
ASELI Florsheim BV	Naritaweg 165, 1043 BW Amsterdam, The Netherlands	-	-	5,171	100	Property investment
ASELI Erlensee BV	Naritaweg 165, 1043 BW Amsterdam, The Netherlands	-	-	8,373	100	Property investment
ASELI Leon BV	Naritaweg 165, 1043 BW Amsterdam, The Netherlands	374	100	8,345	100	Property investment
ASELI Netherlands I BV	Naritaweg 165, 1043 BW Amsterdam, The Netherlands	4,770	100	4,420	100	Property investment
ASELI Netherlands II BV	Naritaweg 165, 1043 BW Amsterdam, The Netherlands	293	100	1,975	100	Property investment
ASELI Waddinxveen BV	Naritaweg 165, 1043 BW Amsterdam, The Netherlands	1,810	100	4,076	100	Property investment
ASELI France Holding SAS	8 Avenue Hoche, 75008 Paris, France	2,563	100	11,322	100	Property investment
ASELI sHeerenberg BV	Naritaweg 165, 1043 BW Amsterdam, The Netherlands	517	100	7,894	100	Property investment
ASELI Netherlands Holdings BV	Naritaweg 165, 1043 BW Amsterdam, The Netherlands	10,037	100	6,537	100	Property investment
PDC Industrial 92 Sp. zo.o	Piekna 18, 00-549 Warsaw, Poland	4,658	100	4,658	100	Property investment
PDC Industrial 72 Sp. zo.o	Piekna 18, 00-549 Warsaw, Poland	3,707	100	3,707	100	Property investment
Circulus Investments Sp. z o.o.	Piekna 18, 00-549 Warsaw, Poland	2,867	100	2,867	100	Property investment
ASELI Madrid Holding S.L.	Pinar 7 - 5 Izq, 28006 Madrid, Spain	4,422	100	13,219	100	Property investment
AELI Madrid Holding 2 S.L.	Pinar 7 - 5 Izq, 28006 Madrid, Spain	3,000	100	21,306	100	Property investment
		<b>39,018</b>		<b>103,870</b>		

Additional details relating to the cost of shares, share premium and net asset value of each subsidiary is noted below.

	31 December 2025			31 December 2024		
	Share capital	Share premium	Net asset value	Share capital	Share premium	Net asset value
	€'000	€'000	€'000	€'000	€'000	€'000
<b>Direct Subsidiaries</b>						
ASELI Florsheim BV	-	-	-	1	5,170	7,941
ASELI Erlensee BV	-	-	-	1	8,372	9,818
ASELI Leon BV	1	373	374	1	8,344	8,863
ASELI Netherlands I BV	1	4,769	5,266	1	4,419	4,725
ASELI Netherlands II BV	1	292	293	1	1,974	2,323
ASELI Waddinxveen BV	1	1,809	2,496	1	4,075	4,490
ASELI France Holding SAS	2,563	-	3,643	11,322	-	12,149
ASELI sHeerenberg BV	1	516	517	1	7,893	8,318
ASELI Netherlands Holdings BV	1	10,036	13,268	1	6,536	10,203
PDC Industrial 92 Sp. zo.o	1	4,657	4,721	1	4,657	8,714
PDC Industrial 72 Sp. zo.o	88	3,619	7,486	88	3,619	10,289
Circulus Investments Sp. z o.o.	3	2,864	3,979	3	2,864	5,429
ASELI Madrid Holding S.L.	3	4,419	4,422	3	13,216	14,442
AELI Madrid Holding 2 S.L.	3	2,997	3,000	3	21,303	21,954
	<b>2,667</b>	<b>36,351</b>	<b>49,465</b>	<b>11,428</b>	<b>92,442</b>	<b>129,658</b>

	31 December 2025			31 December 2024		
	€'000	€'000	€'000	€'000	€'000	€'000
	Share capital	Share premium	Net asset value	Share capital	Share premium	Net asset value
<b>Indirect Subsidiaries</b>						
ASELI France Holding						
ASELI Meung SCI	7,030	-	(3,233)	7,030	-	(3,182)
ASELI Avignon SCI	18,174	-	24,001	18,174	-	27,280
AELI Messageries SCI	14,215	-	4,368	14,215	-	9,026
AELI Immobilier SCI	-	-	-	-	-	-
ASELI Netherlands Holdings BV						
ASELI Caprev Den Hoorn BV	12	13,424	37,063	12	13,424	38,669
ASELI Madrid Holding S.L.						
AELI Madrid Logistics 1 SLU.	-	-	-	62	49,227	14,422
ASELI Madrid Holding 2 S.L.						
AELI Madrid Logistics 2 SLU.	-	-	-	3	43,376	21,984

### Impairment analysis

Where subsidiaries have a lower net asset value adjusted by the amount of expected disposal costs than carrying amount of investment, an impairment is recognised. Due to a decrease in the value of the investment, the accumulated impairment recognised on investments is shown below:

	2025	2024
	€'000	€'000
ASELI Madrid Holding S.L.	48,378	39,580
AELI Madrid Holding 2 S.L.	34,559	22,202
ASELI France Holding SAS	13,198	4,438
ASELI Leon BV	71	-
ASELI Netherlands I BV	1,364	1,714
ASELI Waddinxveen BV	3,360	1,094
ASELI Netherlands II BV	964	982
ASELI sHeerenberg BV	944	918
<b>Total</b>	<b>102,838</b>	<b>70,928</b>

The company's share price was a discount to NAV as at 31 December 2025 (31 December 2024: Discount). An impairment assessment has been carried out to assess the recoverability of the investment in subsidiaries. A reconciliation of opening to closing investments in subsidiaries is noted below.

	2025 €'000	2024 €'000
<b>Opening carrying value as at 1</b>	<b>103,870</b>	<b>109,670</b>
Additions	6,400	1,500
Capital reductions	(39,342)	-
Impairment	(31,910)	(7,300)
<b>Total carrying value as at 31</b>	<b>39,018</b>	<b>103,870</b>

Impairments to investment in subsidiaries in the current year have resulted primarily from the reduction in the valuation of investment properties held, the primary driver of fair value in each subsidiary. Investment property valuation is measured using the fair value hierarchy; see note 9 of the Group financial statements for further detail. The impairment charge is sensitive to the assumptions used in the valuation of the investment property, see sensitivity table below.

	2025			2024		
	5% decrease in (€'000)	Recoverable (€'000)	5% increase in (€'000)	5% decrease in (€'000)	Recoverable (€'000)	5% increase in (€'000)
<b>Direct Subsidiaries</b>						
ASELI Florsheim BV	-	-	-	-	5,171	-
ASELI Erlensee BV	-	-	-	(451)	8,373	-
ASELI Leon BV	-	374	-	(937)	8,345	-
ASELI Netherlands I BV	(1,210)	4,770	986	(1,205)	4,420	948
ASELI Netherlands II BV	-	293	-	(1,116)	1,975	982
ASELI Waddinxveen BV	(1,518)	1,810	1,243	(1,384)	4,076	1,094
ASELI France Holding SAS	(1,924)	2,563	2,027	(3,867)	11,322	3,532
ASELI sHeerenberg BV	-	517	-	(1,336)	7,894	918
ASELI Netherlands Holdings BV	-	10,037	-	-	6,537	-
PDC Industrial 92 Sp. zo.o	-	4,658	-	-	4,658	-
PDC Industrial 72 Sp. zo.o	-	3,707	-	-	3,707	-
Circulus Investments Sp. z o.o.	-	2,867	-	-	2,867	-
ASELI Madrid Holding S.L.	-	4,422	-	(5,413)	13,220	5,413
AEI Madrid Holding 2 S.L.	-	3,000	-	(2,865)	21,305	2,865
<b>Total</b>	<b>(4,652)</b>	<b>39,018</b>	<b>4,256</b>	<b>(18,574)</b>	<b>103,870</b>	<b>15,752</b>

The Directors estimated the recoverable amount of investments in subsidiaries. The key assumption in estimating the recoverable amount is the net asset value. Fundamental to the net asset value of the subsidiary is the fair value of the underlying investment properties. As at 31 December 2025, the recoverable amount of investments in subsidiaries was as follows.

	2025 €'000	2024 €'000
<b>Recoverable amount</b>	<b>49,465</b>	<b>129,658</b>

### 3. Intercompany loans

	2025 €'000	2024 €'000
Accrued interest on intercompany loan receivable in less than one year	1,929	3,483
	<b>1,929</b>	<b>3,483</b>
Intercompany loan receivable in greater than one year	-	166,422
Intercompany loan expected to be received in less than one year	72,805	70,140
	<b>72,805</b>	<b>236,562</b>

A summary of the various group loans is provided in the following table:

Borrower	Balance drawn €'000			Maturity date	Loan type	Outstanding interest		
	Limit €'000	As at 31 Dec 2025	As at 31 Dec 2024			Interest rate	As at 31 Dec 2025	As at 31 Dec 2024
ASELI Florsheim BV	-	-	3,425	Jan 28	Interest bearing loan	3.50%	-	30
ASELI Erlensee BV	-	-	1,679	May 28	Interest bearing loan	2.50%	-	-
ASELI Erlensee BV	-	-	5,486	May 28	Interest bearing loan	3.50%	-	60
ASELI Leon BV (Polinya)	13,370	-	6,221	Jun 31	Interest bearing loan	3.49%	-	156
ASELI Netherlands I BV (Ede)	35,584	5,308	6,058	Aug 28	Interest bearing loan	4.80%	200	122
ASELI Netherlands II BV (Zeewolde)	23,760	-	9,173	Sep 28	Interest bearing loan	4.60%	-	106
ASELI Den Hoorn BV	16,000	9,186	13,986	Jan 33	Interest bearing loan	3.05%	224	108
ASELI France Holding SAS (Avignon)	10,905	9,394	9,394	Oct 28	Interest bearing loan	3.13%	294	74
ASELI France Holding SAS (Meung)	6,096	4,212	4,212	Feb 29	Interest bearing loan	3.13%	132	33
ASELI France Holding SAS	8,523	6,173	7,723	May 32	Interest bearing loan	2.63%	176	52
ASELI Avignon SCI	27,264	21,000	-	Oct 28	Interest bearing loan	4.36%	90	-
AELI Messageries SCI	21,465	3,165	20,765	May 32	Interest bearing loan	2.63%	387	138
ASELI Waddinxveen BV	29,200	8,075	8,075	Nov 28	Interest bearing loan	4.50%	274	92
ASELI Waddinxveen BV	5,180	3,580	5,180	Jul 32	Interest bearing loan	3.05%	88	40
ASELI Meung SCI	15,240	2,712	2,820	Nov 28	Interest bearing loan	3.13%	64	45
PDC Industrial 72 Sp. z o.o.	2,000	-	2,000	Feb 29	Interest bearing loan	4.10%	-	21
PDC Industrial 72 Sp. z o.o.	18,807	-	17,157	Feb 29	Interest bearing loan	4.20%	-	177
ASELI sHeerenberg BV	11,300	-	2,776	Jun 29	Interest bearing loan	5.29%	-	37
ASELI sHeerenberg BV	8,000	-	8,000	Jun 29	Interest bearing loan	5.29%	-	107
ASELI sHeerenberg BV	8,470	-	7,290	Sep 29	Interest bearing loan	3.50%	-	64
AELI Madrid Logistics 1	-	-	50,380	Nov 33	Interest bearing loan	3.69%	-	1,328
Circulus Investments Sp. z o.o.	25,780	-	24,772	Apr 31	Interest bearing loan	3.39%	-	212
PDC Industrial 92 Sp. z o.o.	21,340	-	19,990	Oct 29	Interest bearing loan	4.10%	-	481
	<b>308,284</b>	<b>72,805</b>	<b>236,562</b>				<b>1,929</b>	<b>3,483</b>
Fair value of intercompany loans		72,805	254,671					

#### 4. Trade payables

	2025 €'000	2024 €'000
Investment management fee payable	3,420	573
Accruals and other payables	1,063	593
	<b>4,483</b>	<b>1,166</b>

#### 5. Bank loans

The Company cancelled an uncommitted master facility loan agreement with Investec Bank plc on 31 May 2024.

In prior years the Company incurred €207,000 of capitalised financing fees, which were being spread over the four year term of the facility until October 2024. As at 31 December 2025 the remaining amortised cost of these financing fees is €nil being fully amortised (2024: €nil).

#### 6. Share capital and share premium

##### Share capital

	2025 €'000	2024 €'000
Opening balance	4,717	4,717
As at 31 December	<b>4,717</b>	<b>4,717</b>

Ordinary shareholders participate in all general meetings of the Company on the basis of one vote for each share held.

Each Ordinary share has equal rights to dividends and equal rights to participate in a distribution arising from a winding up of the Company. The Ordinary shares are not redeemable.

The number of Ordinary Shares authorised, issued and fully paid at 31 December 2025 was 412,174,356 (2024: 412,174,356). The nominal value of each share is £0.01.

### Share premium

	2025 €'000	2024 €'000
Opening balance	-	269,546
Share premium reclass to special distributable reserve II	-	(269,546)
<b>Balance at 31 December</b>	<b>-</b>	<b>-</b>

There was no share premium arising in the year. Due to the implementation of B Shares mechanism, approved by the Shareholders on 22 November 2024, the Share Premium of the Company was cancelled and its balance was moved to Special distributable reserve II. Refer to note 17 and 18 of the consolidated financial statements.

### 7. Dividends

To maintain status as an approved Investment Trust Company, the Company must comply with the eligibility conditions set out in section 1158 of the Corporation Tax Act 2010 as well as additional requirements outlined in The Investment Trust (Approved Company) (Tax) Regulations 2011. Regulation 19 provides that the Company must comply with an income distribution requirement and, specifically, cannot retain more than the higher of 15% of its income for the accounting year or any brought forward revenue reserve deficit. Any dividend that the Company must pay in order to satisfy this requirement must be paid within 12 months of the end of the accounting year.

Dividends paid in the year have been split between the Special distributable reserve and Revenue reserve as follows:

	Special distributable reserve €'000	Revenue reserve €'000	Total €'000	Accounting period applied to for income retention test €'000
2024 Fourth Interim dividend of 0.97c/0.81p per Share paid 31 March 2025	-	3,997	3,997	2024
2025 First Interim dividend of 1.06c/0.89p per Share paid 30 June 2025	4,108	261	4,369	2025
2025 Second Interim dividend of 1.00c/0.86p per Share paid 29 September 2025	4,122	-	4,122	2025
2025 Third Interim dividend of 1.00c/0.88p per Share paid 31 December 2025	4,122	-	4,122	2025
<b>Total dividends paid in 2025</b>	<b>12,352</b>	<b>4,258</b>	<b>16,610</b>	

	Special distributable reserve €'000	Revenue reserve €'000	Total €'000	Accounting period applied to for income retention test €'000
2024 First interim dividend of 1.41c (1.21p) per share paid 5 July 2024	-	5,812	5,812	2024
2024 Second interim dividend of 0.90c (0.77p) per share paid 27 September 2024	2,755	955	3,710	2024
2024 Third interim dividend of 1.05c (0.87p) per share paid 31 December 2024	4,328	-	4,328	2024
<b>Total dividends paid in 2024</b>	<b>7,083</b>	<b>6,767</b>	<b>13,850</b>	

## **8. Capital commitments**

As at 31 December 2025 the Company had capital commitments of €235.5 million (2024: €183.3 million) relating to undrawn intercompany loans.

## **9. Ultimate parent company**

In the opinion of the Directors on the basis of shareholdings reviewed by them, the Company has no immediate or ultimate controlling party.

## **10. Fair value of financial instruments**

The Company measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

Level 1: Inputs that are quoted market prices (unadjusted) in active markets for identical instruments.

Level 2: Inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.

Level 3: Inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs that are not observable and the unobservable inputs have a significant effect on the instrument's valuation.

### **Fair value hierarchy**

The Company's financial instruments measured at fair value relate to group loans due from group entities, disclosed in note 3. The group loans are classified as level 3 (2024: level 3) in the fair value hierarchy.

### **Level 3 fair value measurements**

During the year, €185,857,000 (2024: €13,499,000) of group loans were repaid and €22,100,000 of new loans were granted to subsidiaries.

Since loans are payable within 12 months, fair value is deemed as carrying value. As at 31 December 2025 the carrying value of the Group loans is €72,805,000 (2024: €254,671,000), which is equal to amortised cost (2024: €236,562,000).

The fair value considers the net asset value of each borrower and whether this is sufficient value within the subsidiary to meet the contracted cash flows. The net asset value of the borrower is primarily driven by the valuation of investment property, refer to the unobservable inputs into that valuation in Note 9 of the Group Consolidated Financial Statements.

## **11. Post balance sheet events**

On 12 January 2026 the Company announced that it had received a requisition request from DL Invest Group ISR SARL ("DL Invest"), the Company's largest Shareholder, requiring the Directors to convene a general meeting of the Company. Following the requisitioned general meeting, which was held on Friday 20 February 2026, the Board announced that neither of the resolutions proposed by DL Invest had been passed.

On 23 January 2026, the Group completed the sale of an asset located in France for a consideration of approximately €7.9 million.

On 28 February 2026, Israel and the United States launched a military offensive against Iran. This geopolitical event has caused global market disruption, with heightened uncertainty surrounding the potential short and medium-term implications for investment markets. The conflict did not impact real estate valuations as at 31 December 2025, being the financial year-end for the Group. However, the outlook for markets remains volatile and continues to be monitored. As at the date of reporting, no negative impacts on the Group have been observed.

On 13 March 2026, the Group completed the sale of its warehouse located in Waddinxveen, the Netherlands. The asset has been sold for a consideration of €35 million. Following this sale, the entire loan with Berlin Hyp of €34.3 million, expiring in June 2026, was repaid.

On 19 March 2026, the Group completed the sale of its warehouse located in Noves, near Avignon, France. The asset has been sold for a consideration of €47.5 million.

## Corporate Information (Unaudited)

### Information about the Investment Manager

#### **abrdr Fund Managers Limited**

abrdr Fund Managers Limited (“aFML”), authorised and regulated by the Financial Conduct Authority, has been appointed as alternative investment fund manager to the Company. aFML has in turn delegated portfolio management to the Danish branch of abrdr Investments Ireland Limited (“aIIL”).

#### **Aberdeen**

On 4 March 2025 the manager announced a change to its trading name from ‘abrdr’ to ‘Aberdeen’ and from ‘abrdr plc’ to ‘Aberdeen Group plc’. Worldwide, Aberdeen Group plc group companies had approximately £556 billion under management and administration (as at 31 December 2025) in assets for a range of clients, including individuals and institutions, through mutual and segregated funds.

Aberdeen operates a fully integrated property investment management platform and has an extensive regional presence across the UK and Continental Europe. Its eight offices across Europe - London, Edinburgh, Frankfurt, Amsterdam, Madrid, Paris, Brussels and Copenhagen - employ over 300 real estate professionals in fund management, research, transactions, asset management, financing and other specialist property activities.

The real estate teams within these offices are responsible for sourcing and managing all the assets acquired across the region. Having teams in the key target markets in which the Company invests provides, in the Investment Manager’s view, a significant competitive advantage, with improved local market knowledge, better access to potential deals, closer implementation of asset business plans and improved ability to manage and mitigate risk.

#### **The Investment Team Senior Managers**

##### **Troels Andersen** - Head of Funds, Europe & Fund Manager, Real Estate Investment Management

Troels Andersen, who joined Aberdeen in April 2011 and is based in Copenhagen, assumed the role of lead fund manager for the Company in October 2022. Prior to his involvement with the Company, Troels had been Fund Manager of Aberdeen’s €150 million multi- sector European Long Income Real Estate Fund, having successfully overseen its launch in 2019. Prior to that he was Fund Manager of Aberdeen’s €500 million gross asset value Aberdeen Property Nordic I Fund, together with a further segregated value-add mandate. He was previously a member of Aberdeen’s Nordic and European Investment Committees, which approves all major decisions for investments in the region. Troels brings 25 years of real estate investment experience, including logistics asset transactions, together with knowledge of debt facility management, having spent the first part of his career working for German banks in both Germany and the UK. He speaks English, Danish and German.

##### **Attila Molnar** - Deputy Fund Manager, Real Estate Investment Management

Attila is a Fund Manager based in Frankfurt. Attila joined Dresdner Bank’s property fund management business (DEGI) in 2006, shortly before the business was acquired by Aberdeen. Attila has been involved in the planning and establishment of new product lines for institutional clients and joined the fund management teams of those funds.

At present, in addition to his responsibilities for the Company, he is responsible for two institutional funds. Prior to joining DEGI Attila worked for PricewaterhouseCoopers where he was responsible for a diverse range of audit and due diligence projects in the property funds sector.

Attila graduated with a MSc in Accounting and Finance from Budapest University of Economics and speaks English, German and Hungarian.

## **Claire Beghin - Deputy Fund Manager, Real Estate Investment Management**

Claire Beghin is a Fund Manager at Aberdeen and manages the Standard Life Investments European Property Growth Fund. She joined Aberdeen in 2021 and was appointed Fund Manager in 2022. Claire has 15 years of real estate experience, having previously held senior portfolio and analytical roles at Swiss Life Asset Managers France and Goldman Sachs. She speaks English, French and Spanish.

### **The Investment Process**

The Investment Manager is responsible for managing the transaction process working through its property teams based in Europe. The teams based in the target markets have an in-depth knowledge of the local markets and a wide network of relationships for identifying and selecting the best investment and disposal opportunities. Having local teams on the ground provides for in-depth local insight and, in turn, is a significant competitive advantage that should enable the Investment Manager to implement the Company's investment policy across key cities and regions.

Furthermore, focusing on income durability, location and propensity for rental growth, combined with the ability to carry out active asset management, enabled the Investment Manager to invest in properties where competition among potential buyers is higher.

The process is informed by a significant database of proprietary information held by the Investment Manager, experienced investment professionals, including people on the ground in the relevant markets and a dedicated research function that assists in understanding rental and capital growth prospects at country, regional, city, sub-market and sector level.

The Investment Manager operates a pan-European Investment Committee which approves all transactions, financing decisions and material asset management activity. The Investment Committee includes senior members of the real estate team.

An active asset management strategy (i.e. defining, implementing and regularly reviewing business plans for each property in the Portfolio) is an important element in helping to enhance and deliver value. An important part of this is that the properties are managed by local asset managers in the countries where the properties are located who have better access to tenants, advisers and consultants to help generate better outcomes.

### **Approach to ESG**

The Investment Manager views ESG as a fundamental part of its business. Whilst real estate investment provides valuable economic benefits and returns for investors it has – by its nature – the potential to affect environmental and social outcomes, both positively and negatively.

The Investment Manager's approach is underpinned by the following three over-arching principles:

- **Transparency, Integrity and Reporting:** being transparent in the ways in which it communicates and discusses strategy, approach and performance with investors and stakeholders.
- **Capability and Collaboration:** drawing together and harnessing the capabilities and insights of its platforms, with those of its investment, supply chain and industry partners.
- **Investment Process and Asset Management:** integrating ESG into decision making, governance, underwriting decisions and asset management approach. This includes the identification and management of material ESG risks and opportunities across the Portfolio.

## **Investor Information**

**Investors may receive information about the Company via email by registering at the foot of the homepage of the website: [eurologisticsincome.co.uk](http://eurologisticsincome.co.uk)**

The website also includes current and historic Annual and Half-Yearly Reports, performance data, the latest quarterly factsheet issued by the Investment Manager together with links to the Company's share price and recent London Stock Exchange announcements.

Information about the Company, and other investment companies managed by the Investment Manager, may also be found on social media, as follows:

**'X'/(Twitter): @AberdeenTrusts**

**LinkedIn: Aberdeen Investment Trusts**

### **Alternative Investment Fund Managers Directive ("AIFMD") and Pre-Investment Disclosure Document ("PIDD")**

The Company has appointed abrdn Fund Managers Limited as its alternative investment fund manager and Citibank UK Limited as its depository under the AIFMD. Details of the leverage and risk policies which the Company is required to have in place under the AIFMD are published in the Company's PIDD which can be found on the website [eurologisticsincome.co.uk](http://eurologisticsincome.co.uk). The periodic disclosures required to be made by the AIFM under the AIFMD are set out on page 111.

### **Investor Warning: Be alert to share fraud and boiler room scams**

The Company has been made aware by Aberdeen that some investors have received telephone calls from people purporting to work for Aberdeen, or third parties, who have offered to buy their investment trust shares. These may be scams which attempt to gain personal information with which to commit identity fraud or could be 'boiler room' scams where a payment from an investor is required to release the supposed payment for their shares. These callers do not work for Aberdeen and any third party making such offers has no link with Aberdeen. Aberdeen never makes these types of offers and does not 'cold-call' investors in this way. If investors have any doubt over the veracity of a caller, they should not offer any personal information, end the call and contact Aberdeen's investor services centre using the details provided below.

The Financial Conduct Authority provides advice with respect to share fraud and boiler room scams at: [fca.org.uk/consumers/scams](http://fca.org.uk/consumers/scams)

### **Shareholder Enquiries**

#### **Registered Shareholders**

In the event of queries regarding their holdings of shares, lost certificates, dividend payments, registered details, etc shareholders holding their shares in the Company directly should contact the registrars, Equiniti Limited, via their website [www.shareview.co.uk](http://www.shareview.co.uk) or Tel: +44 (0) 371 384 2030. Lines are open Monday to Friday (excluding public holidays in England & Wales).

#### **General Enquiries**

Any general enquiries about the Company should be directed to the Company Secretary, abrdn European Logistics Income plc, 280 Bishopsgate, London EC2M 4AG or by email at [CEF.CoSec@aberdeenplc.com](mailto:CEF.CoSec@aberdeenplc.com).

### **A note about the Aberdeen Investment Trust Savings Plans (the ‘Plans’)**

The Aberdeen Investment Trusts ISA, Share Plan and Investment Plan for Children (the “Plans”) closed in December 2023. All investors with a holding or cash balance in the Plans at that date transferred to interactive investor (“ii”), an Aberdeen group company. ii communicated with Plan holders in late November 2023 to set up account security to ensure that investors would continue to access their holdings via ii following the closure of the Plans.

Former Aberdeen Plan holders should contact ii for any ongoing support with their ii accounts on 0345 646 1366, or +44 113 346 2309 if calling from outside the UK. Lines are open 8.00am to 5.00pm Monday to Friday. Alternatively, Plan holders can access the website at [ii.co.uk/abrdn-welcome](https://ii.co.uk/abrdn-welcome).

### **Suitable for Retail/NMPI Status**

The Company’s securities are intended for investors primarily in the UK (including retail investors), professionally advised private clients and institutional investors who are seeking exposure to European logistical real estate and who understand and are willing to accept the risks of exposure to this asset class. Investors should consider consulting a financial adviser who specialises in advising on the acquisition of shares and other securities before acquiring shares. Investors should be capable of evaluating the risks and merits of such an investment and should have sufficient resources to bear any loss that may result.

The Company currently conducts its affairs so that its securities can be recommended by a financial adviser to ordinary retail investors in accordance with the Financial Conduct Authority’s (FCA) rules in relation to non-mainstream pooled investments (NMPIs) and intends to continue to do so for the foreseeable future.

The Company’s shares are excluded from the FCA’s restrictions which apply to non-mainstream investment products because they are shares in an investment trust.

### **Key Information Document (“KID”)**

The KID relating to the Company can be found under ‘Key Documents’ in the ‘Literature’ section of the Company’s website.

### **How to Invest in the Company and other Aberdeen-managed investment trusts**

A range of leading investment platforms and share dealing services let you buy and sell Aberdeen-managed investment trusts including the shares of the Company.

Many of these platforms operate on an ‘execution-only’ basis. This means they can carry out your instruction to buy or sell a particular investment trust. But they may not be able to advise on suitable investments for you. If you require advice, please speak to a qualified financial adviser (see below).

### **Flexibility**

Many investment platform providers will allow you to buy and hold Aberdeen Investment Trust shares within an Individual Savings Account (ISA), Junior ISA or Self Invested Personal Pension (SIPP), all of which have potential tax advantages. Most will also allow you to invest on both a lump sum and regular savings basis.

### **Costs and service**

It is important to choose the right platform for your needs, so take time to research what each platform offers before you make your decision, as well as considering charges. When it comes to charges, some platforms have flat fee structures while others levy percentage-based charges. Typically, you will also pay a fee every time you buy and sell shares, so you need to bear in mind these transaction costs if you are trading frequently. There may also be additional charges for ISA and SIPP investments.

## **Can I exercise my voting rights if I hold my shares through an investment platform?**

Yes, you should be able to exercise your right to vote by contacting your platform provider. Procedures differ, but some platforms will automatically alert you when new statutory documents are available and then allow you to vote online. Others will require you to contact them to vote. Your chosen platform provider will provide further guidance. Alternatively, the Association of Investment Companies has provided information on how to vote investment company shares held on some of the major platforms. This information can be found at: [www.theaic.co.uk/how-to-vote-your-shares](http://www.theaic.co.uk/how-to-vote-your-shares).

### **Getting advice**

Aberdeen recommends that you seek financial advice prior to making an investment decision. If you do not currently have a financial adviser, details of authorised financial advisers in your area can be found at [pimfa.co.uk](http://pimfa.co.uk) or [unbiased.co.uk](http://unbiased.co.uk) (see below). You will pay a fee for advisory services.

### **Platform providers**

Platforms featuring Aberdeen Group managed investment trusts include:

- . interactive investor (an Aberdeen owned business): [www.ii.co.uk/investment-trusts](http://www.ii.co.uk/investment-trusts)
- . AJ Bell: [www.ajbell.co.uk/markets/investment-trusts](http://www.ajbell.co.uk/markets/investment-trusts) .
- . Barclays Smart Investor: [www.barclays.co.uk/smart-investor](http://www.barclays.co.uk/smart-investor)
- . Bestinvest: [www.bestinvest.co.uk](http://www.bestinvest.co.uk)
- . Charles Stanley Direct: [www.charles-stanley-direct.co.uk](http://www.charles-stanley-direct.co.uk)
- . Fidelity: [www.fidelity.co.uk](http://www.fidelity.co.uk)
- . Halifax: [www.halifax.co.uk/investing](http://www.halifax.co.uk/investing)
- . Hargreaves Lansdown: [www.hl.co.uk/shares/investment-trusts](http://www.hl.co.uk/shares/investment-trusts)
- . Novia: [www.wealthtime.com/advisers/](http://www.wealthtime.com/advisers/)
- . transact: [www.transact-online.co.uk](http://www.transact-online.co.uk)
- . Aberdeen (an Aberdeen owned business): [www.abrdn.com/adviser/wrap](http://www.abrdn.com/adviser/wrap)

The companies above are shown for illustrative purposes only. Other platform providers are available. The links above direct you to external websites operated by each platform provider. Aberdeen is not responsible for the content and information on these third-party sites, apart from interactive investor, which is owned by Aberdeen.

### **Discretionary Private Client Stockbrokers**

If you have a large sum to invest, you may wish to contact a discretionary private client stockbroker. They can manage your entire portfolio of shares and will advise you on your investments. To find a private client stockbroker visit The Personal Investment Management & Financial Advice Association at: [pimfa.co.uk](http://pimfa.co.uk).

### **Financial Advisers**

To find an adviser who recommends on investment trusts, visit: [unbiased.co.uk](http://unbiased.co.uk).

### **Regulation of Stockbrokers**

Before approaching a stockbroker, always check that they are regulated by the Financial Conduct Authority:

Tel: 0800 111 6768 or at

at <https://register.fca.org.uk>

Email: [consumerqueries@fca.org.uk](mailto:consumerqueries@fca.org.uk)

**Note**

Please remember that past performance is not a guide

to the future. Stock market and currency movements may cause the value of shares and the income from them to fall as well as rise and investors may not get back the amount they originally invested.

As with all equity investments, the value of investment trusts purchased will immediately be reduced by the difference between the buying and selling prices of the shares, the market maker's spread.

Investors should further bear in mind that the value of any tax relief will depend on the individual circumstances of the investor and that tax rates and reliefs, as well as the tax treatment of ISAs, may be changed by future legislation.

The information on pages 107 to 110 has been issued by abrtn Investments Limited, which is authorised and regulated by the Financial Conduct Authority in the United Kingdom. abrtn Investments Limited is entered on the Financial Services Register under registration number 121891.

## Alternative Investment Fund Managers Directive Disclosures (Unaudited)

abrdrn Fund Managers Limited and the Company are required to make certain disclosures available to investors in accordance with the Alternative Investment Fund Managers Directive ('AIFMD'). Those disclosures that are required to be made pre-investment are included within a pre-investment disclosure document ('PIDD') which can be found on the Company's website [eurologisticsincome.co.uk](http://eurologisticsincome.co.uk). There have been no material changes to the disclosures contained within the PIDD since its last publication in May 2025.

The periodic disclosures as required under the AIFMD to investors are made below:

- Information on the investment strategy, geographic and sector investment focus and principal stock exposures are included in the Strategic Report.
- None of the Company's assets are subject to special arrangements arising from their illiquid nature.
- The Strategic Report, note 22 to the financial statements and the PIDD together set out the risk profile and risk management systems in place. There have been no changes to the risk management systems in place in the period under review and no breaches of any of the risk limits set, with no breach expected.
- There are no new arrangements for managing the liquidity of the Company or any material changes to the liquidity management systems and procedures employed by aFML.
- All authorised Alternative Investment Fund Managers are required to comply with the AIFMD Remuneration Code. In accordance with the Remuneration Code, the Company's AIFM remuneration policy is available from the Company Secretaries, abrdrn Holdings Limited on request (see contact details on page 107) and the numerical remuneration in the disclosures in respect of the AIFM's reporting period for the year ended 31 December 2025 are available on the Company's website.

### Leverage

The table below sets out the current maximum permitted limit and actual level of leverage for the Company:

	Gross method	Commitment method
Maximum level of leverage	365.0%	185.0%
Actual level at 31 December 2025	112.2%	112.2%

There have been no breaches of the maximum level during the period and no changes to the maximum level of leverage employed by the Company. There is no right of re-use of collateral or any guarantees granted under the leveraging arrangement. Changes to the information contained either within this Annual Report or the PIDD in relation to any special arrangements in place, the maximum level of leverage which aFML may employ on behalf of the Company; the right of use of collateral or any guarantee granted under any leveraging arrangement; or any change to the position in relation to any discharge of liability by the Depositary will be notified via a regulatory news service without undue delay in accordance with the AIFMD.

The information above has been issued by abrdrn Investments Limited, which is authorised and regulated by the Financial Conduct Authority in the United Kingdom. abrdrn Investments Limited is entered on the Financial Services Register under registration number 121891.

## Glossary of Terms and Definitions and Alternative Performance Measures

<b>Aberdeen</b>	Aberdeen Group plc (previously known as abrdrn plc)
<b>Aberdeen Group</b>	the Aberdeen Group plc group of companies
<b>AIC</b>	Association of Investment Companies
<b>AIFMD</b>	The Alternative Investment Fund Managers Directive
<b>AIFM</b>	the alternative investment fund manager, being aFML
<b>Alternative Performance Measures</b>	Alternative performance measures are numerical measures of the Company's current, historical or future performance, financial position or cash flows, other than financial measures defined or specified in the applicable financial framework. The alternative performance measures that have been adopted by the Company are in line with general comparable measures used widely across the investment trust industry such as the level of discount/premium, NAV/Share price total return and ongoing charges which are each explained more fully below. The Company's applicable financial framework includes IFRS and UK GAAP.
<b>Annual Rental Income</b>	Rental income passing at the Balance Sheet date
<b>aFML or AIFM or the Manager</b>	abrdrn Fund Managers Limited
<b>aIIL or the Investment Manager</b>	abrdrn Investments Ireland Limited is a wholly owned subsidiary of Aberdeen Group plc and acts as the Company's investment manager
<b>Asset Cover</b>	The value of a company's net assets available to repay a certain security. Asset cover is usually expressed as a multiple and calculated by dividing the net assets available by the amount required to repay the specific security.
<b>B Shares and Capital Gains Tax</b>	<p>For the purposes of United Kingdom taxation of capital gains and corporation tax on chargeable gains ("Capital Gains Tax"), the issue of B Shares constitutes a reorganisation of the share capital of the Company. Accordingly, the B Shares are treated as the same asset as a shareholder's holding of existing Ordinary shares, and as having been acquired at the same time as a shareholder's holding of existing Ordinary shares. A shareholder's combined holding of Ordinary shares and B shares has the same aggregate base cost as the shareholder's holding of Ordinary shares immediately before the issue of B shares. The aggregate base cost should be apportioned between B shares and the Ordinary shares held by a Shareholder by reference to the market values of the Ordinary shares and the B shares on the first day of trading after the issue of B shares.</p> <p>The information above does not constitute tax advice and is intended only as a guide to United Kingdom law and HMRC published practice (which are both subject to change at any time, possibly with retrospective effect). It relates only to certain limited aspects of the United Kingdom taxation treatment of shareholders and is intended to apply only to shareholders who are resident in the United Kingdom for United Kingdom tax purposes and who are, and were the absolute beneficial owners of their Ordinary shares and B Shares and who hold, or held, them as investments (and not as securities to be realised in the course of a trade) other than under an ISA. The information above may not apply to certain shareholders, such as, but not limited to, dealers in securities, insurance companies, collective investment schemes and shareholders who are exempt from taxation. The position may be different for future transactions.</p> <p>Shareholders who are in any doubt as to their tax position or who are subject to tax in a jurisdiction other than the United Kingdom should consult an appropriate professional adviser.</p> <p>A breakdown of the assessment of the market values of the B Shares on their issue dates is available for download in the 'Literature' section of the Company's website <a href="http://www.eurologisticsincome.co.uk">www.eurologisticsincome.co.uk</a>.</p>
<b>Contracted Rent</b>	The contracted gross rent receivable which becomes payable after all the occupier incentives in the letting have expired

<b>Covenant Strength</b>	This refers to the quality of a tenant's financial status and its ability to perform the covenants in a lease		
<b>Dividend Cover<sup>1</sup></b>	The ratio of the Company's net profit after tax (excluding the below items) to the dividends paid.		
		<b>As at 31 December 2025</b>	<b>As at 31 December 2024</b>
	Earnings per IFRS income statement (€'000)	(33,263)	3,030
	<i>Adjustments to calculate dividend cover:</i>		
	Net changes in the value of investment property (€'000)	10,939	6,284
	Gains on disposal of investment property (€'000)	26,997	(35)
	Capitalised finance costs (€'000)	123	915
	Remeasurement of amortised cost (€'000)	(915)	1,159
	Capital management and disposal costs (€'000)	3,040	
	Tax on disposal of investment property (€'000)	5,789	482
	Deferred taxation (€'000)	(5,594)	771
	Gains on termination of financial instruments (€'000)	(164)	(13)
	Effect of fair value adjustments on derivative financial instruments (€'000)	201	1,311
	Effects of foreign exchange differences (€'000)	337	427
	Profits (A) (€'000)	7,490	14,331
	Dividend (B) (€'000)	16,610	13,850
	Dividend cover (A)/(B)	45.1%	103.5%
<b>Discount to Net asset value per share<sup>1</sup></b>	The amount by which the market price per share of an investment trust is lower than the net asset value per share. The discount is normally expressed as a percentage of the NAV per share:		
		<b>As at 31 December 2025</b>	<b>As at 31 December 2024</b>
	Share price (A)	26.6p	58.8p
	NAV (B)	29.3p	75.3p
	Discount (A-B)/B	(9.2%)	(21.9%)
<b>Earnings Per Share</b>	Profit for the year attributable to shareholders divided by the weighted average number of shares in issue during the year		
<b>EPRA</b>	European Public Real Estate Association		
<b>Europe</b>	The member states of the European Union, the European Economic Area ("EEA") and the members of the European Free Trade Association ("EFTA") (and including always the United Kingdom, whether or not it is a member state of the European Union, the EEA or a member of EFTA)		
<b>ERV</b>	The estimated rental value of a property, provided by the property valuers		
<b>Gearing<sup>1</sup></b>	Calculated as gross external bank borrowings divided by total assets		
		<b>As at 31 December 2025</b>	<b>As at 31 December 2024</b>
	Bank loans (€'000)	58,228	235,700

	Gross assets (€000)	211,086	636,798
	Gearing	27.6%	37.0%
<b>Group</b>	The Company and its subsidiaries		
<b>Adjusted gross assets and gross asset value (GAV)</b>	The aggregate value of the total assets of the Company as determined in accordance with the accounting principles adopted by the Company from time to time		
		<b>As at 31 December 2025</b>	<b>As at 31 December 2024</b>
	Gross asset value per Balance Sheet	235,433	661,197
	Exclude IFRS 16 right of use asset	(24,347)	(24,399)
	Gross assets	211,086	636,798
<b>FRC</b>	Financial Reporting Council		
<b>IFRS</b>	International Financial Reporting Standards		
<b>Index Linked</b>	The practice of linking the review of a tenant's payments under a lease to a published index, most commonly the Retail Price Index (RPI) but also the Consumer Price Index (CPI), French Tertiary Activities Rent Index (ILAT)		
<b>Investment Manager</b>	abrdn Investments Ireland Limited		
<b>Key Information Document or KID</b>	The Packaged Retail and Insurance-based Investment Products (PRIIPS) Regulation requires the Investment Manager, as the Company's PRIIP "manufacturer," to prepare a key information document ("KID") in respect of the Company. This KID must be made available by the AIFM to retail investors prior to them making any investment decision and is available via the Company's website. The Company is not responsible for the information contained in the KID and investors should note that the procedures for calculating the risks, costs and potential returns are prescribed by law. The figures in the KID may not reflect the expected returns for the Company and anticipated performance returns cannot be guaranteed		
<b>Lease incentive</b>	A payment used to encourage a tenant to take on a new lease, for example by a landlord paying a tenant a sum of money to contribute to the cost of a tenant's fit-out of a property or by allowing a rent free period		
<b>Leverage</b>	For the purposes of the Alternative Investment Fund Managers Directive, leverage is any method which increases the Company's exposure, including the borrowing of cash and the use of derivatives. It is expressed as a ratio between the Company's exposure and its net asset value and can be calculated on a gross and a commitment method. Under the gross method, exposure represents the sum of the Company's positions after the deduction of sterling cash balances, without taking into account any hedging and netting arrangements. Under the commitment method, exposure is calculated without the deduction of sterling cash balances and after certain hedging and netting positions are offset against each other. At year end actual level of leverage was 112.2% (2024: 158.8%)		
<b>Liquidation net asset value<sup>1</sup></b>	Following the announcement of the managed wind-down, the Company also prepares a Net asset value a under liquidation basis that includes deduction of costs associated with liquidation of the properties and companies		
		<b>Year ended 31 December 2025 €'000</b>	<b>Year ended 31 December 2024 €'000</b>
	Net asset value	138,260	374,108
	Provision for liquidation costs	(4,308)	(12,382)
	Deferred tax impact	372	1,662
	Liquidation NAV	<b>134,324</b>	<b>363,388</b>

	Provision for liquidation costs for 2025 include €3.2m of costs associated with disposal of properties, €1m for end of life insurance and €0.1m for costs of liquidation of the companies.	
<b>Liquidation net asset value per share<sup>1</sup></b>	<b>Year ended 31 December 2025</b>	<b>Year ended 31 December 2024</b>
Liquidation NAV (€'000)	134,324	363,388
Number of units	412,174,356	412,174,356
Liquidation NAV per unit	32.6¢	88.2¢
<b>Net asset value total return (EUR)<sup>1</sup></b>	The return to shareholders, expressed as a percentage of opening NAV, calculated on a per share basis by adding dividends paid in the year to the increase or decrease in NAV. Dividends are assumed to have been reinvested in the quarter they are paid, excluding transaction costs	
	<b>Year ended 31 December 2025</b>	<b>Year ended 31 December 2024</b>
Opening NAV	90.8¢	93.4¢
B Share distribution	(45.1¢)	0.00¢
Movement in NAV	(12.2¢)	(2.6¢)
Closing NAV	33.5¢	90.8¢
% decrease in NAV	(13.4%)	(2.8%)
Impact of reinvested dividends	6.0%	3.7%
NAV total return	(11.2%)	0.9%
	Net asset value total return for 2025 is not equal to the sum of percentage decrease in NAV and impact of reinvested dividends due to B Share distributions during the year.	
<b>Net Asset Value or NAV</b>	The value of total assets less liabilities. Liabilities for this purpose include current and long-term liabilities. The net asset value divided by the number of shares in issue produces the net asset value per share	
<b>Ongoing Charges Ratio<sup>1</sup></b>	Ratio of expenses as a percentage of average daily shareholders' funds calculated as per the industry standard. A reconciliation of ongoing charges is below:	
	<b>Year ended 31 December 2025</b>	<b>Year ended 31 December 2024</b>
Expenditure per Statement of comprehensive income (€'000)	19,240	17,584
Less Property service charge expense (€'000)	(6,975)	(8,379)
Less Bad debt provision (€'000)	156	(605)
Less restructuring costs (€'000)	-	(1,159)
Less disposal related professional fees (€'000)	(3,040)	-
Group operating costs including property costs (A) (€'000)	9,381	7,441
Less Direct property expenses and property management fees excluding bad debt provision (€'000)	(4,674)	(1,987)
Group operating costs (excluding property costs) (B) (€'000)	4,707	5,454
Average net asset value (C) (€'000)	257,386	373,874

	Ongoing charges (excluding property costs) (B/C)	1.8%	1.5%
	Ongoing charges (including property costs) (A/C)	3.6%	2.0%
<b>Passing Rent</b>	The rent payable at a particular point in time		
<b>PIDD</b>	The pre-investment disclosure document made available by the AIFM in relation to the Company		
<b>Premium to Net asset value per share<sup>1</sup></b>	The amount by which the market price per share of an investment trust exceeds the net asset value per share. The premium is normally expressed as a percentage of the net asset value per share		
<b>Prior charges</b>	The name given to all borrowings including long and short-term loans and overdrafts that are to be used for investment purposes, reciprocal foreign currency loans, currency facilities to the extent that they are drawn down, index-linked securities, and all types of preference or preferred capital, irrespective of the time until repayment		
<b>Portfolio valuation</b>	The market value of the company's property portfolio, which is based on the external valuations provided by Savills		
<b>The Royal Institution of Chartered Surveyors (RICS)</b>	The global professional body promoting and enforcing the highest international standards in the valuation, management and development of land, real estate, construction and infrastructure		
<b>Share price total return (GBP)<sup>1</sup></b>	The return to shareholders, expressed as a percentage of opening share price, calculated on a per share basis by adding dividends paid in the year to the increase or decrease in share price. Dividends are assumed to have been reinvested in the quarter they are paid, excluding transaction costs		
		<b>Year ended 31 December 2025</b>	<b>Year ended 31 December 2024</b>
	Opening Share Price	58.8p	61.6p
	B Share distribution	(39.0p)	0.0p
	Movement in share price	6.8p	(2.8p)
	Closing share price	26.6p	58.8p
	% (decrease)/increase in share price	11.6%	(4.5%)
	Impact of reinvested dividends	7.4%	4.6%
	Share price total return	24.2%	0.1%
	Share price total return for 2025 is not equal to the sum of percentage increase in share price and impact of reinvested dividends due to B Share distributions during the year.		
<b>SPA</b>	Sale and purchase agreement		
<b>SPV</b>	Special purpose vehicle		
<b>Total Assets</b>	Total assets less current liabilities (before deducting prior charges as defined above)		
<b>WAULT</b>	Weighted Average Unexpired Lease Term. The average time remaining until the next lease expiry or break date		

<sup>1</sup> Defined as an Alternative Performance Measure.

## Disclosure Concerning Sustainable Investment (Article 8) (Unaudited)

Periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU)2020/852

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.



**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

**Product Name:** abrdn European Logistics Income plc  
**Legal entity identifier:** 213800I9IYIKKNRT3G50

### Environmental and/or social characteristics

#### Did this financial product have a sustainable investment objective?

<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
<input type="checkbox"/> It made <b>sustainable investments with an environmental objective: ___%</b>	<input type="checkbox"/> It promoted <b>Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of ___% of sustainable investments
<input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy	<input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> with a social objective
<input type="checkbox"/> It made <b>sustainable investments with a social objective: ___%</b>	<input checked="" type="checkbox"/> It promoted E/S characteristics, but <b>will not make any sustainable investments</b>

#### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The fund promotes environmental and social characteristics that are relevant to the real estate assets it invests in with the principal objective of supporting the fund's investment objective. Given the nature of direct investments in the physical built environment this can capture a wide range of topics depending on the characteristics of the asset and its location.

In particular, environmental and social characteristics of assets promoted by the fund include:

- **Environmental – greenhouse gas emissions:** Reductions in greenhouse gas emissions to support the decarbonization of the built environment.
- **Environmental – energy:** Improving Energy efficiency and on-site renewable energy generation.

# Environmental and/or social characteristics

Continued

- **Environmental – water:** Improving Water efficiency.
- **Environmental – waste, circular economy and raw materials:** Improving resource efficiency and best practice waste management including recycling and recovery.
- **Social – other:** Social factors such as respect for human rights and anti-corruption and anti-bribery matters are considered in relation to major suppliers and tenants.
- **Environmental – other:** The mitigation and management of flood risk and future physical climate risk.
- **Environmental – other:** The mitigation and management of contamination risk.
- **Environmental – waste, circular economy and raw materials:** When undertaking development and refurbishment works principles of sustainable design and construction are promoted.

Sustainability indicators have been created in line with the characteristics above to track performance and promotion of the E and S characteristics. These are listed in the next section. Environmental and social characteristics such as these are promoted for new investments, relevant development projects and as part of asset management activities for standing assets. No reference benchmark has been designated for the purpose of attaining the environmental or social characteristics promoted by the Fund.

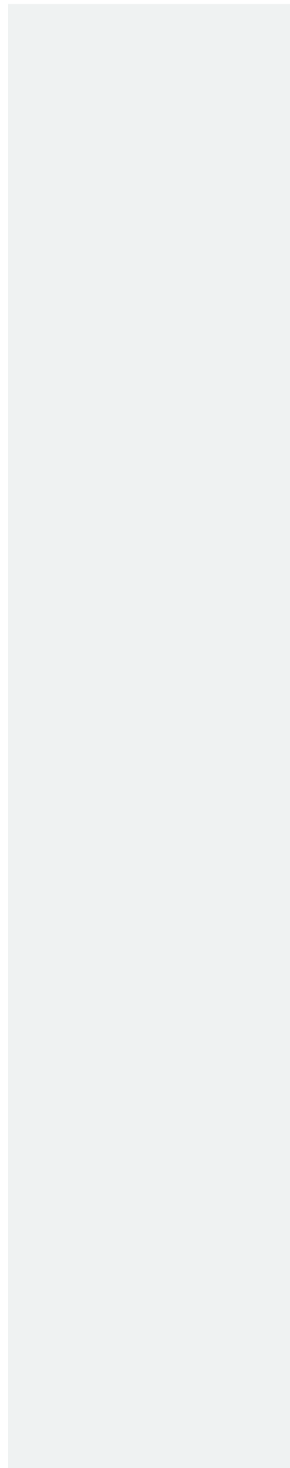
## How did the sustainability indicators perform?

As described above, quantitative and qualitative sustainability indicators have been established and linked to the Environmental and Social characteristics listed above. These are aggregated to fund level from asset level data and are presented in the table below.

Sustainability indicator description	Sustainability indicator metric	Fund performance (this reference period)
<b>#1 Environmental – energy:</b> Operational energy performance	#1.1 % fund value where landlord energy data collected where applicable (see <i>limitations section</i> )	64% <sup>1</sup>
	#1.2 % fund value with partial or full tenant energy data collected where applicable (see <i>limitations section</i> )	81% <sup>1</sup>
	#1.3 % fund value with whole building energy data collected	33% <sup>1</sup>
	#1.4 % fund value (where energy performance ratings are applicable) with energy performance ratings of A-B	86%
<b>#2 Environmental – greenhouse gas emissions:</b> Operational carbon performance against decarbonisation benchmarks	#2.1 % fund value where whole building carbon data is available which equals or is below the current year Carbon Risk Real Estate Monitor (CRREM) 1.5-degree target	54% <sup>1</sup>
	#2.2 % fund value where whole building carbon data is available which equals or is below the 5-year 1.5-degree CRREM target	39% <sup>1</sup>

# Environmental and/or social characteristics

Continued



Sustainability indicator description	Sustainability indicator metric	Fund performance (this reference period)
<b>#3 Environmental – water:</b> Operational water consumption	#3.1 % fund value where landlord water data collected where applicable (see <i>limitations</i> section)	79% <sup>1</sup>
	#3.2 % fund value where partial or full tenant water data collected where applicable (see <i>limitations</i> section)	73% <sup>1</sup>
	#3.3 % fund value with whole building water data	48% <sup>1</sup>
	#3.4 % fund value where water consumption has decreased year on year where applicable (see <i>limitations</i> section)	12% <sup>1</sup> (2024 vs 2023)
<b>#4 Environmental – waste, circular economy and raw materials:</b> Waste management indicators including generation and treatment method	#4.1 % fund value where landlord waste data is collected where applicable (see <i>limitations</i> section)	N/A <sup>1</sup>
	#4.2 % fund value where recycling rate has increased year on year where applicable (see <i>limitations</i> section)	N/A <sup>1</sup> (2024 vs 2023)
<b>#5 Environmental – Other:</b> Future physical climate risk exposure including flood risk	#5.1 % fund value with a current flood risk rating of medium or above	32%
	#5.2 % fund value with an acute extreme weather event risk rating of medium or above in Hot House World scenario out to 2050 <sup>2</sup>	6%
<b>#6 Environmental – Other:</b> Contamination risk level	#6.1 % fund value with contamination risk of medium or above	0%
<b>#7 Environmental – Other:</b> Building certifications	#7.1 % fund value with energy performance ratings of A and B	86%
	#7.2 % fund value with green building certification	68%

# Environmental and/or social characteristics

Continued

Sustainability indicator description	Sustainability indicator metric	Fund performance (this reference period)
<p><b>#8 Social – Other:</b> Implementation of procedures on anti-corruption and human rights</p>	<p><b>Qualitative description as at 31 December 2025</b></p>	
	<p><b>New investments</b></p> <p>Aberdeen applies a risk-based approach to ensure that we focus on the actual risks of money laundering or terrorist financing within any transaction; the type of entity and country of incorporation and operations are key criteria in assessing the risk profile.</p> <p>Certain types of counterparts can be classed as lower risk, such as those regulated or listed in equivalent jurisdictions; conversely, other types of entities can be classed as higher risk such as Trusts or unregulated entities. For moderate and higher risk entities the ownership structure of the seller involved must be traced back through different layers to identify the ultimate beneficial owners. In order to aid us in this task, Aberdeen uses a Client Due Diligence (CDD) Matrix which lists the common types of legal structures to which the firm is exposed and shows what information and verification documentations is required, with increasing due diligence requirements for the higher the risk types.</p> <p>When a Direct Real Estate transaction is agreed with a counterparty following the agreement of Heads of Terms or LOI, the process for the Anti Money Laundering (AML) Screening and Sanction Check on the counterparty and Legal Advisor is triggered. Only once the Credit and Risk Team have confirmed they are satisfied with their checks and returned the signed form to confirm this, can a Transaction be signed.</p> <p><b>Existing investments</b></p> <p><b>Checks on suppliers:</b></p> <p>We have protective measures to ensure we are not appointing suppliers and service providers that do not clear AML, sanctions and PEPs (Politically Exposed Persons) screening. In order to comply with Aberdeen’s regulatory obligations and meet our own internal minimum standards of compliance, we are obligated to screen all parties we wish to enter a relationship with before the service is taken. It is part of our process to screen all our relationships at the time of onboarding to check for PEP, Relative and Close Associates (RCA), or Sanctions. This is mandated at the time of onboarding, and the establishment of a new business relationship. Doing so is vital to both protect our business and evidence that appropriate business controls are in place to identify any PEPs or Sanctions applied to the service provider.</p> <p>In addition, our property management suppliers contractually confirm that they have protective measures in place and ensure to</p> <ul style="list-style-type: none"> <li>· comply with all applicable statutes, laws, secondary legislation, regulations and codes pertaining to anti-bribery;</li> <li>· not offer or accept any bribe, advantage or commit any corrupt act;</li> <li>· not engage in any Modern Slavery Practice;</li> <li>· ensure that the above are not taking place in their supply chain.</li> </ul> <p><b>Checks on tenants:</b></p> <p>On any new commercial lease, we have screened our tenants to check for PEPs and sanctions. We also undertake AML checks for all new commercial tenants.</p>	

<sup>1</sup> Denotes metrics reported for the current reference period but using data from the Dec-24 calendar year. Any metrics without the asterisk are reported using data in line with the current reference period (as at 31 December 2025). See 'limitations' below for an outline of the reasons behind the data-lag.

<sup>2</sup> Hot House World 2050 is the climate scenario which assumes worse case with no cut in greenhouse gas emissions.

# Environmental and/or social characteristics

Continued

## Limitations:

1. Due to availability and frequency of certain ESG data sets, it is not always possible to report the ESG data in exact line with the reporting year. Where this is not possible, the latest period of ESG available data is used and referenced in the table above for full transparency. The consistent value used in the sustainability indicator metrics however is the fund value based on underlying asset values excluding cash which is aligned with the reporting year of 31 December 2025 (and for the previous period, the 31 December 2024.)
2. Another limitation is the availability of data which is dictated by the party who owns the data. To fully understand the performance of the sustainability indicators listed in the table above #1 (related to energy), #3 (related to water) and #4 (related to waste) with regards to real estate, it is preferable to have data related to the whole building. However, the whole building data can be comprised from two sources depending on the party that procures the energy/water/waste services. These two sources are:
  1. The landlord. This is where the investment manager procures the services and directly has access to the data, on behalf of the fund and the tenant which occupies the building.
  2. The tenant. This is where the tenant who occupies the building procures the services and has direct access to the data.

Due to the complexity and availability of data from the tenant, whole building data is not always available. Therefore, metrics on data coverage as listed for the sustainability indicators #1, #3 and #4 are an important starting point to understand the % of the portfolio with whole building data. It is this % of the portfolio we can therefore further measure performance of energy consumption, water consumption and waste disposal routes.

3. With regard to on-site renewable energy generation within the 'environmental - energy' characteristic, note that sufficient data is not yet available to report a sustainability indicator.
4. With regard to our sustainability indicators for 'environmental - greenhouse gas emissions', although GHG emissions are not explicitly disclosed, they are calculated and are part of the metrics disclosed under Sustainability Indicators #2.1 and #2.2. In addition, while the pre-contractual document makes reference to 'costs to decarbonise the asset over time', note that sufficient data is not yet available yet to report on this.

# Environmental and/or social characteristics

Continued

...and compared to previous periods?

Please see table above for figures for previous reference period against current reference period. The table below shows % change year on year and a description of actions which have caused those changes.

Sustainability indicator description	Sustainability indicator metric	Fund performance		Comments on year on year % changes (between current and previous reference period)
		(reference period ending Dec-2023)	(previous reference period ending Dec 2024)	
<b>#1 Environmental – energy:</b> Operational energy performance	#1.1 % fund value where full landlord energy data collected where applicable (see limitations section)	100% <sup>1</sup>	100% <sup>1</sup>	Decrease to 64% due to lesser availability of landlord energy data during the reference period.
	#1.2 % fund value with partial or full tenant energy data collected where applicable (see limitations section)	89% <sup>1</sup>	77% <sup>1</sup>	Increase to 81% in current reference period driven by a greater proportion of assets for which partial or full tenant data was obtained.
	#1.3 % fund value with whole building energy data collected	82% <sup>1</sup>	64% <sup>1</sup>	Decrease to 33% in current reference period driven by lesser availability of whole building energy data.
	#1.4 % fund value (where energy performance ratings are applicable) with energy performance ratings of A-B	94%	93%	Decrease to 86% in the reference period primarily driven by valuation change and portfolio churn.
<b>#2 Environmental – greenhouse gas emissions:</b> Operational carbon performance	#2.1 % fund value where whole building carbon data is available which equals or is below the current year Carbon Risk Real Estate Monitor (CRREM) 1.5-degree target	20% <sup>1</sup>	26% <sup>1</sup>	Increase to 54% in the current reference period driven by a greater proportion of assets (for which whole building energy data was available) performing better than current CRREM targets.
	#2.2 % fund value where whole building carbon data is available which equals or is below the 5-year 1.5-degree CRREM target	12% <sup>1</sup>	41% <sup>1</sup>	Decrease to 39% in the current reference period driven by a lesser proportion of assets (for which whole building energy data was available) performing better than 5-year CRREM targets.

# Environmental and/or social characteristics

Continued

Sustainability indicator description	Sustainability indicator metric	Fund performance (reference period ending Dec-2023)	Fund performance (previous reference period ending Dec 2024)	Comments on year on year % changes (between current and previous reference period)
<b>#3 Environmental – water:</b> Operational water consumption	#3.1 % fund value where landlord water data collected where applicable (see <i>limitations</i> section)	100% <sup>1</sup>	100% <sup>1</sup>	Decrease to 79% in the reference period due to lesser availability of landlord water data across the portfolio.
	#3.2 % fund value where partial or full tenant water data collected where applicable (see <i>limitations</i> section)	81% <sup>1</sup>	69% <sup>1</sup>	Increase to 73% in the reference period due to increased availability of tenant water data across several assets across the portfolio.
	#3.3 % fund value with whole building water data	81% <sup>1</sup>	69% <sup>1</sup>	Decrease to 48% in the reference period attributable to reduced whole-building water data availability across several assets within the Fund.
	#3.4 % fund value where water consumption has decreased year on year where applicable (see <i>limitations</i> section)	40% <sup>1</sup> (2022 vs. 2021)	70% <sup>1</sup> (2023 vs 2022)	Decrease to 12% in the reporting period due to a greater proportion of assets for which water consumption increased year-on-year.
<b>#4 Environmental – waste, circular economy and raw materials:</b> Waste management indicators including generation and treatment method	#4.1 % fund value where landlord waste data is collected where applicable (see <i>limitations</i> section)	N/A <sup>1</sup>	N/A <sup>1</sup>	N/A – insufficient data available to measure indicator.
	#4.2 % fund value where recycling rate has increased year on year where applicable (see <i>limitations</i> section)	N/A <sup>1</sup> (2022 vs. 2021)	N/A <sup>1</sup> (2023 vs. 2022)	N/A – insufficient data available to measure indicator.
<b>#5 Environmental – Other:</b> Future physical climate risk exposure including flood risk	#5.1 % fund value with a current flood risk rating of medium or above	29%	32%	No change.
	#5.2 % fund value with an acute extreme weather event risk rating of medium or above in a RCP8.5 (or 'hot house') <sup>2</sup> scenario out to 2050	19%	1%	Increase to 6% in the reference period, driven by Flörsheim, Mariechen-Graulich-Straße moving to a Medium-risk classification within the portfolio (following re-run of physical climate risk analysis).
<b>#6 Environmental – Other:</b> Contamination risk level	#6.1 % fund value with contamination risk of medium or above	0%	0%	No change.

# Environmental and/or social characteristics

Continued

Principal adverse impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

Sustainability indicator description	Sustainability indicator metric	Fund performance (reference period ending Dec-2023)	Fund performance (previous reference period ending Dec 2024)	Comments on year on year % changes (between current and previous reference period)
#7 Environmental - Other: Building certifications	#7.1 % fund value with energy performance ratings of A and B	94%	93%	Decrease to 86% in the reference period primarily driven by valuation change and portfolio churn.
	#7.2 % fund value with green building certification	68%	68%	No change.
#8 Social - Other: Implementation of procedures on anti-corruption and human rights	Not quantifiable by year-on-year metrics.			Procedures on anti-corruption and human rights have been followed in line with the qualitative description.

<sup>1</sup> Denotes where ESG data used to calculate the sustainability indicator is inconsistent with the reference period (see 'limitations' section above).

<sup>2</sup> Hot House is the climate scenario which assumes worse case with no cut in greenhouse gas emissions by 2050.

**What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

Not applicable no minimum commitment of sustainable investments.

**How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

Not applicable in line with precontractual document with no minimum commitment of sustainable investments.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

Not applicable in line with precontractual document with no minimum commitment of sustainable investments.

**Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

Not applicable in line with precontractual document with no minimum commitment of sustainable investments.

# Environmental and/or social characteristics

Continued



## How did this financial product consider principal adverse impacts on sustainability factors?

The fund committed to consider the following indicators: Exposure to fossil fuels through real estate assets and Exposure to energy-inefficient real estate assets in line with the Principle Adverse Impacts (PAI) indicators (the data on the indicators is included in the table below).

The PAI indicators are considered throughout the real estate investment process for the fund in both due diligence and asset management.

During acquisition due diligence, the PAIs (alongside a broader selection of ESG criteria) are considered at both pre-bid stage, and during post-bid detailed due diligence. During such acquisition due diligence, information (where available) relating to the asset and mandatory PAIs (including construction date, EPC rating/NZEB status and site use in the context of fossil fuel extraction, storage, transport and manufacture) is reviewed and included in pre-bid ESG screening checklist and investment committee (IC) paper. Such elements are assessed in more detail where relevant using an external consultant. The PAIs are considered with the aim of minimising the Fund's exposure to energy-inefficient real estate assets and fossil fuels through real estate assets. Data on the PAIs obtained at acquisition due diligence stage is used post-acquisition to support with ongoing reporting against the PAIs, and to support with asset management.

From an asset management perspective, data relating to the PAIs (including construction date, EPC rating/NZEB status and site use in the context of fossil fuel extraction, storage, transport and manufacture) is held in a central database to support with ongoing reporting. The data on PAIs is also used as part of asset management and fund strategic planning decisions; to inform asset-level ESG action plans and investment decisions (e.g. disposal, refurbishment/redevelopment). This process aims to minimise the Fund's exposure to energy-inefficient real estate assets and fossil fuels through real estate assets.

PAI	Sub-group	Indicator	Share in % of fund value (exc. cash)
#17: Climate and other environment-related indicators	Fossil fuels	Exposure to fossil fuels through real estate assets (extraction, storage, transport or manufacture of fossil fuels)	36%
		Exposure to energy-inefficient real estate assets	
#18: Climate and other environment-related indicators	Energy efficiency	Energy-inefficient means: built before 31/12/2020: EPC is C or below built after 31/12/2020: PED is below NZEB in Directive 2010/31/EU	16%

PAIs are reported as at 31 December 2025.

# Environmental and/or social characteristics

Continued



The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is:

## What were the top investments of this financial product?

Date as at 31 December 2025

Largest investments	Sector	% Assets (exc. Cash)	Country
Avignon, Noves	Industrial: Distribution Warehouse	17.6%	France
Den Hoorn, Harnaschdreef	Industrial: Distribution Warehouse	17.6%	Netherlands
Waddinxveen, Transportweg	Industrial: Distribution Warehouse	13.2%	Netherlands
Krakow, Panattoni Park IV	Industrial: Distribution Warehouse	11.4%	Poland
Lodz, ul. Jędrzejowska	Industrial: Distribution Warehouse	11.0%	Poland
Warsaw, Panattoni Park West VII	Industrial: Distribution Warehouse	10.6%	Poland
Ede, Celsiusstraat	Industrial: Distribution Warehouse	9.5%	Netherlands
Bruges (Gironde)	Industrial: Distribution Warehouse	3.2%	France
Gevrey-Chambertin	Industrial: Distribution Warehouse	3.1%	France
La Crèche, Dachser	Industrial: Distribution Warehouse	2.9%	France

# Environmental and/or social characteristics

Continued

Date as at 30 September 2025

Largest investments	Sector	% Assets (exc. Cash)	Country
Avignon, Noves	Industrial: Distribution Warehouse	8.7%	France
Madrid 1 S.L Getafe_fase IV	Industrial: Distribution Warehouse	8.6%	Spain
Den Hoorn, Harnaschdreef	Industrial: Distribution Warehouse	8.4%	Netherlands
Erlensee, Zum Fliegerhorst	Industrial: Distribution Warehouse	6.5%	Germany
Waddinxveen, Transportweg	Industrial: Distribution Warehouse	6.3%	Netherlands
Flörsheim, Mariechen- Graulich-Straße (Bldg A)	Industrial: Distribution Warehouse	6.0%	Germany
Krakow, Panattoni Park IV	Industrial: Distribution Warehouse	5.5%	Poland
Madrid 1 S.L Getafe_fase III -NAVE_1	Industrial: Distribution Warehouse	5.4%	Spain
Lodz, ul. Jędrzejowska	Industrial: Distribution Warehouse	5.3%	Poland
Warsaw, Panattoni Park West VII	Industrial: Distribution Warehouse	5.1%	Poland
Zeewolde, Productieweg	Industrial: Distribution Warehouse	5.1%	Netherlands
s Heerenberg	Industrial: Distribution Warehouse	4.9%	Netherlands
Madrid 3 S.L Getafe_fase I -NAVE_A	Industrial: Distribution Warehouse	4.8%	Spain
Ede, Celsiusstraat	Industrial: Distribution Warehouse	4.5%	Netherlands
Madrid 3 S.L Getafe_fase I -NAVE_B	Industrial: Distribution Warehouse	2.3%	Spain

# Environmental and/or social characteristics

Continued

Date as at 30 June 2025

Largest investments	Sector	% Assets (exc. Cash)	Country
Madrid 1 S.L Getafe_fase IV	Industrial: Distribution Warehouse	9.2%	Spain
Den Hoorn, Harnaschdreef	Industrial: Distribution Warehouse	8.6%	Netherlands
Avignon, Noves	Industrial: Distribution Warehouse	8.5%	France
Waddinxveen, Transportweg	Industrial: Distribution Warehouse	6.8%	Netherlands
Erlensee, Zum Fliegerhorst	Industrial: Distribution Warehouse	6.4%	Germany
Flörsheim, Mariechen- Graulich-Straße (Bldg A)	Industrial: Distribution Warehouse	5.8%	Germany
Krakow, Panattoni Park IV	Industrial: Distribution Warehouse	5.7%	Poland
Lodz, ul. Jędrzejowska	Industrial: Distribution Warehouse	5.4%	Poland
Warsaw, Panattoni Park West VII	Industrial: Distribution Warehouse	5.2%	Poland
Zeewolde, Productieweg	Industrial: Distribution Warehouse	5.0%	Netherlands
s Heerenberg	Industrial: Distribution Warehouse	4.8%	Netherlands
Madrid 3 S.L Getafe_fase I -NAVE_A	Industrial: Distribution Warehouse	4.6%	Spain
Madrid 1 S.L Getafe_fase III -NAVE_1	Industrial: Distribution Warehouse	4.5%	Spain
Ede, Celsiusstraat	Industrial: Distribution Warehouse	4.4%	Netherlands
Madrid 3 S.L Getafe_fase I -NAVE_B	Industrial: Distribution Warehouse	2.2%	Spain

# Environmental and/or social characteristics

Continued

Date as at 31 March 2025

Largest investments	Sector	% Assets (exc. Cash)	Country
Madrid 1 S.L. Getafe_fase IV	Industrial: Distribution Warehouse	9.7%	Spain
Avignon, Noves	Industrial: Distribution Warehouse	8.4%	France
Den Hoorn, Harnaschdreef	Industrial: Distribution Warehouse	8.0%	Netherlands
Waddinxveen, Transportweg	Industrial: Distribution Warehouse	6.2%	Netherlands
Erlensee, Zum Fliegerhorst	Industrial: Distribution Warehouse	5.8%	Germany
Krakow, Panattoni Park IV	Industrial: Distribution Warehouse	5.2%	Poland
Lodz, ul. Jędrzejowska	Industrial: Distribution Warehouse	4.9%	Poland
Madrid 3 S.L. Getafe_fase I -NAVE_A	Industrial: Distribution Warehouse	4.9%	Spain
Madrid 1 S.L. Getafe_fase III -NAVE_1	Industrial: Distribution Warehouse	4.8%	Spain
Warsaw, Panattoni Park West VII	Industrial: Distribution Warehouse	4.7%	Poland
Zeewolde, Productieweg	Industrial: Distribution Warehouse	4.7%	Netherlands
s Heerenberg	Industrial: Distribution Warehouse	4.5%	Netherlands
Flörsheim, Mariechen- Graulich-Straße (Bldg A)	Industrial: Distribution Warehouse	4.2%	Germany
Ede, Celsiusstraat	Industrial: Distribution Warehouse	4.0%	Netherlands
Barcelona, Avinguda de Sentmenat	Industrial: Distribution Warehouse	3.3%	Spain

# Environmental and/or social characteristics

Continued



Asset allocation describes the share of investments in specific assets.

## What was the proportion of sustainability-related investments?

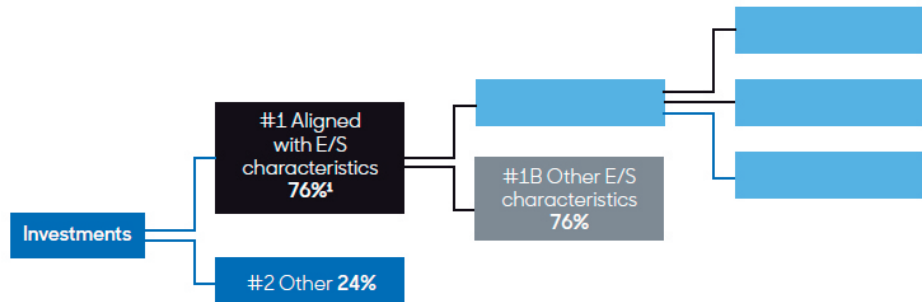
The investment strategy of the fund applies to and captures all assets it holds. Applicable environmental and social characteristics are considered and promoted for all assets and the intention is that all assets contribute to the attainment of characteristics promoted by the fund (i.e. 1B in the below chart).

No sustainable investments, including EU Taxonomy aligned investments, were made during the reporting period.

The percentage figure in the "#1 aligned with E/S characteristics" box below only includes the underlying investments and excludes cash within the fund. The figure in the "#2 Other" box represents the cash held within the Fund.

## What was the asset allocation?

The ambition of the fund is the pre-contractual document outlined 100% of assets to promote environmental and social characteristics. However, this did not take into account the small % of cash, which fluctuates year on year. Therefore 76% has been calculated to cover all real estate assets but excludes cash/other non-real estate assets, which is the remaining 24% as at 31st December 2025.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

# Environmental and/or social characteristics

Continued

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

In which economic sectors were the investments made?

**Economic sector:** Real estate.

**Sub economic sectors:** Property Type (aligned with GRESB) with % weighting by value (excluding cash).

Sub-Sector	% of Total Fund Asset Value (Exc. Cash)
Industrial: Distribution Warehouse	100%



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Fund does not currently commit to making a minimum proportion of sustainable investments. However, the fund has outlined the ambition to voluntarily assess the alignment of assets with the EU Taxonomy criteria for climate mitigation related to the acquisition and ownership of buildings. Whilst it was expected that the Fund would have a proportion of investments that meet these criteria and the extent of alignment would be reported in the periodic reports, due to certain data availability issues and complexity of EU Taxonomy criteria, the sustainable investments aligned with EU Taxonomy has been calculated at 0%.

Did the financial product invest in fossil gas and/or nuclear related activity complying with the EU Taxonomy?

Yes

In fossil gas

In nuclear energy

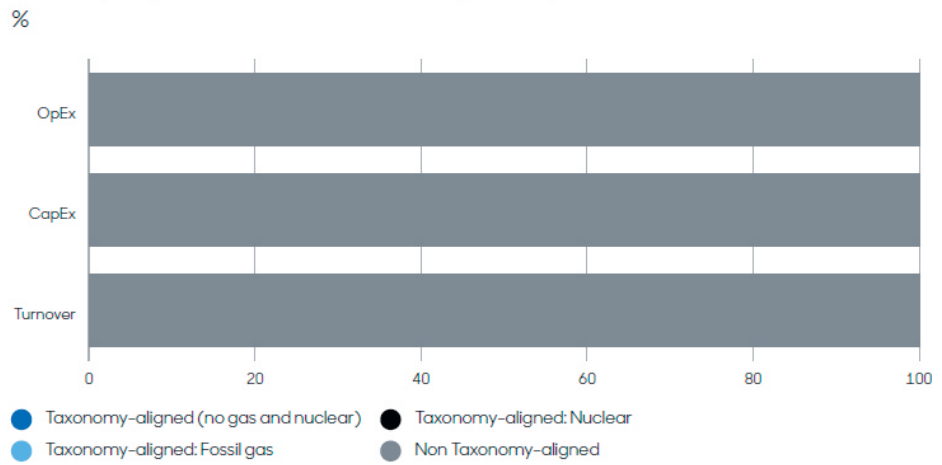
No

# Environmental and/or social characteristics

Continued

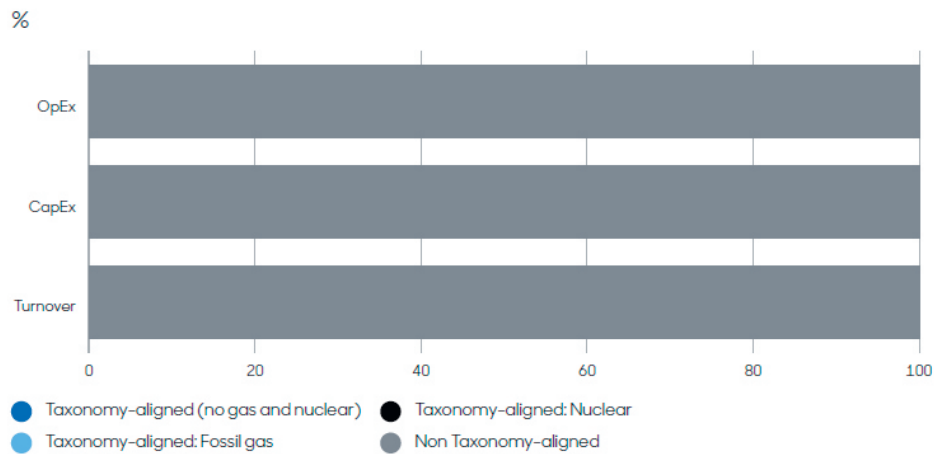
The graphs below show the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds<sup>1</sup>, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.

Taxonomy-alignment of investments including sovereign bonds<sup>1</sup>



<sup>1</sup> For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

Taxonomy-alignment of investments excluding sovereign bonds<sup>1</sup>



This graph represents 100% of the total investments.

<sup>1</sup> For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

# Environmental and/or social characteristics

Continued



**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

are sustainable investments with an environmental objective that **does not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.

**What was the share of investments made in transitional and enabling activities?**  
0%.

**How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

The percentage of EU Taxonomy aligned investments remained at 0% during the reference period (no change from previous reference period).



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**  
0%



**What was the share of socially sustainable investments?**  
0%

**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

The investments included under "other" are cash only. All cash held in the fund is subject to Anti-Money Laundering and Sanction checks. Applicable environmental and social characteristics are considered and promoted for all assets and the intention is that all assets contribute to the attainment of characteristics promoted by the fund.

# Environmental and/or social characteristics

Continued



## What actions have been taken to meet the environmental and/or social characteristics during the reference period?

---

### ESG action example

---

**ESG data collection supporting all E/S characteristics:** Fund utilised Deepki for the first time in 2025, for the improved collection of ESG data.

---

**All E/S characteristics:** Due to the ongoing liquidation of the Fund, limited ESG actions have been delivered.

---



## How did this financial product perform compared to the reference benchmark?

### How does the reference benchmark differ from a broad market index?

Not applicable to this fund.

### How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?

Not applicable to this fund.

### How does this financial product perform compared with the reference benchmark?

Not applicable to this fund.

### How did this financial product perform compared with the broad market index?

Not applicable to this fund.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

## **Notice of Annual General Meeting**

Notice is hereby given that the seventh annual general meeting (the “Annual General Meeting”) of abrdn European Logistics Income plc (the “Company”) will be held at 18 Bishops Square, London E1 6EG on 1 June 2026 at 11:00 a.m. for the following purposes:

To consider and if thought fit, pass the following resolutions of which Resolutions 1 to 8 will be proposed as ordinary resolutions and Resolutions 9 to 11 as special resolutions:

### **Ordinary Business – Ordinary Resolutions**

1. To receive and adopt the Company’s financial statements for the year ended 31 December 2025, together with the Directors’ Report and the auditor’s report thereon.
2. To receive and approve the Directors’ Remuneration Report as set out in the Company’s Annual Report and financial statements for the year ended 31 December 2025 (other than the Directors’ Remuneration Policy as set out on pages 39 and 40 of the Directors’ Remuneration Report).
3. To authorise the Directors of the Company to declare and pay all dividends of the Company as interim dividends and for the last dividend referable to a financial year not to be categorised as a final dividend that is subject to shareholder approval.
4. To re-elect Ms C. Gulliver as a Director.
5. To re-elect Mr J. Heawood as a Director.
6. To re-elect Mr T. Roper as a Director.
7. To re-appoint KPMG LLP as the Company’s auditor to hold office from the conclusion of this Annual General Meeting until the conclusion of the next annual general meeting at which accounts are laid before the Company.
8. To authorise the Directors to determine the auditor’s remuneration.

### **Special Business – Special Resolutions**

9. THAT, the Company be generally and unconditionally authorised in accordance with section 701 of the Act to make market purchases (within the meaning of section 693(4) of the Act) of Ordinary Shares and to cancel or hold in treasury such shares provided that:
  - a) the maximum aggregate number of Ordinary Shares hereby authorised to be purchased is 14.99% of the Ordinary Shares in issue as at the date of the passing of this Resolution;
  - b) the minimum price which may be paid for an Ordinary Share is £0.01;
  - c) the maximum price (exclusive of expenses) which may be paid for an Ordinary Share shall not be more than the higher of (i) an amount equal to 5% above the average of the middle market quotations for an Ordinary Share taken from the London Stock Exchange Daily Official List for the five business days immediately preceding the date on which the Ordinary Share is contracted to be purchased; and (ii) the higher of the price of the last independent trade and the current highest independent bid on the trading venue where the purchase is carried out;
  - d) the authority hereby conferred shall expire on 30 June 2027, or, if earlier, at the conclusion of the annual general meeting of the Company to be held in 2027 unless such authority is renewed, revoked or varied prior to such time by the Company in general meeting; and

- e) the Company may make a contract to purchase Ordinary Shares under the authority hereby conferred prior to the expiry of such authority which will or may be executed wholly or partly after the expiration of such authority and may make a purchase of Ordinary Shares pursuant to any such contract.

10. THAT a general meeting of the Company other than an annual general meeting may be called on not less than 14 clear days' notice.

11. THAT, subject to the confirmation of the High Court of Justice in England and Wales, the amount standing to the credit of the Capital Redemption Reserve of the Company as at the date this Resolution is passed be cancelled and the amount of the Capital Redemption Reserve so cancelled be credited to a reserve.

By order of the Board  
**abrdn Holdings Limited**

Secretaries

280 Bishopsgate London EC2M 4AG

21 April 2026

## Notes

1. In accordance with section 311A of the Companies Act 2006, the contents of this Notice of Meeting, details of the total number of shares in respect of which members are entitled to exercise voting rights at the Annual General Meeting and, if applicable, any members' statements, members' resolutions or members' matters of business received by the Company after the date of this notice will be available on the Company's website [eurologisticsincome.co.uk](http://eurologisticsincome.co.uk).
2. As a member, you are entitled to appoint a proxy or proxies to exercise all or any of your rights to attend, speak and vote at the Annual General Meeting. A proxy need not be a member of the Company. You may appoint more than one proxy provided each proxy is appointed to exercise rights attached to different shares. You may not appoint more than one proxy to exercise the rights attached to any one share. A form of proxy is enclosed.
3. To be valid, any form of proxy or other instrument of proxy and any power of attorney or other authority, if any, under which they are signed or a notarially certified copy of that power of attorney or authority should be sent to the Company's registrars so as to arrive not less than 48 hours before the time fixed for the meeting (excluding non-working days). The return of a completed form of proxy or other instrument of proxy will not prevent you attending the Annual General Meeting and voting in person if you wish to do so.
4. The right to vote at the meeting is determined by reference to the Company's register of members as at 6.30 p.m. on 28 May 2026 or, if this meeting is adjourned, at 6.30 p.m. on the day two business days prior to the adjourned meeting. Changes to the entries on that register of members after that time shall be disregarded in determining the rights of any member to attend and vote at the meeting.
5. As a member you have the right to put questions at the meeting relating to the business being dealt with at the meeting.
6. CREST members who wish to appoint a proxy or proxies by utilising the CREST electronic proxy appointment service may do so for the Annual General Meeting and any adjournment(s) thereof by utilising the procedures described in the CREST Manual. CREST Personal Members or other CREST sponsored members, and those CREST members who have appointed a voting service provider(s), should refer to their CREST sponsor or voting service provider(s), who will be able to take the appropriate action on their behalf.
7. In order for a proxy appointment made by means of CREST to be valid, the appropriate CREST message (a "CREST Proxy Instruction") must be properly authenticated in accordance with Euroclear UK & Ireland Limited's ("EUI") specifications and must contain the information required for such instructions, as described in the CREST Manual which can be viewed at [www.euroclear.com](http://www.euroclear.com). The message must be transmitted so as to be received by the issuer's agent (ID RA19) by the latest time(s) for receipt of proxy appointments specified in the notice of Annual General Meeting. For this purpose, the time of receipt will be taken to be the time (as determined by the timestamp applied to the message by the CREST Applications Host) from which the issuer's agent is able to retrieve the message by enquiry to CREST in the manner prescribed by CREST.
8. CREST members and, where applicable, their CREST sponsors or voting service providers should note that EUI does not make available special procedures in CREST for any particular messages. Normal system timings and limitations will therefore apply in relation to the input of CREST Proxy Instructions. It is the responsibility of the CREST member concerned to take (or, if the CREST member is a CREST personal member or sponsored member or has appointed a voting service provider(s), to procure that his CREST sponsor or voting service provider(s) take(s)) such action as shall be necessary to ensure that a message is transmitted by means of the CREST system by any particular time. In this connection, CREST members and, where applicable, their CREST sponsors or voting service providers are referred, in particular to those sections of the CREST Manual concerning practical limitations of the CREST system and timings.

9. It is possible for you to submit your proxy votes online by going to Equiniti's Shareview website, [www.shareview.co.uk](http://www.shareview.co.uk), and logging in to your Shareview Portfolio. Once you have logged in, simply click 'View' on the 'My Investments' page and then click on the link to vote and follow the on-screen instructions. If you have not yet registered for a Shareview Portfolio, go to [www.shareview.co.uk](http://www.shareview.co.uk) and enter the requested information. It is important that you register for a Shareview Portfolio with enough time to complete the registration and authentication processes.
10. The Company may treat as invalid a CREST Proxy Instruction in the circumstances set out in Regulation 35(5)(a) of the Uncertificated Securities Regulations 2001.
11. Institutional investors may be able to appoint a proxy electronically via the Proxymity platform, a process which has been agreed by the Company and approved by the Registrar. For further information regarding Proxymity, please go to [www.proxymity.io](http://www.proxymity.io). Your proxy must be lodged by no later than 11:00 a.m. on 28 May 2026 in order to be considered valid. Before you can appoint a proxy via this process you will need to have agreed to Proxymity's associated terms and conditions. It is important that you read these carefully as you will be bound by them and they will govern the electronic appointment of your proxy.
12. In the case of joint holders, where more than one of the joint holders completes a proxy appointment, only the appointment submitted by the most senior holder will be accepted. Seniority is determined by the order in which the names of the joint holders appear in the Company's register of members in respect of the joint holding (the first-named being the most senior).
13. A corporation which is a shareholder can appoint one or more corporate representatives who may exercise, on its behalf, all its powers as a shareholder provided that no more than one corporate representative exercises powers over the same share. A Director, the company secretary, or some person authorised for the purpose by the company secretary, may require any representative to produce a certified copy of the resolution so authorising him or such other evidence of his authority reasonably satisfactory to such Director, company secretary or other person before permitting him to exercise his powers.
14. Any person to whom this notice is sent who is a person nominated under section 146 of the Companies Act 2006 to enjoy information rights (a "Nominated Person") may, under an agreement between them and the member by whom they were nominated, have a right to be appointed (or to have someone else appointed) as a proxy for the Annual General Meeting. If a Nominated Person has no such proxy appointment right or does not wish to exercise it, they may, under any such agreement, have a right to give instructions to the member as to the exercise of voting rights. Any person holding 3% of the total voting rights in the Company who appoints a person other than the Chairman as his or her proxy(ies) will need to ensure that both he or she and such proxy(ies) comply with their respective disclosure obligations under the UK Disclosure Guidance and Transparency Rules.
15. The statement of the rights of members in relation to the appointment of proxies in paragraphs 2 and 3 above does not apply to Nominated Persons. The rights described in these paragraphs can only be exercised by members of the Company.
16. As at close of business on 21 April 2026 (being the latest practicable date prior to publication of this document), the Company's issued share capital comprised 412,174,356 Ordinary Shares and there were no shares held in treasury. Each Ordinary Share carries the right to one vote at a general meeting of the Company and therefore the total number of voting rights in the Company as at close of business on 21 April 2026 is 412,174,356.
17. No Director has a service contract with the Company, however, copies of Directors' letters of appointment will be available for inspection for at least 15 minutes prior to the meeting and during the meeting.
18. Under section 338 of the Companies Act 2006, members may require the Company to give, to members of the Company entitled to receive this Notice of Meeting, notice of a resolution which may properly be moved and is

intended to be moved at the Annual General Meeting. Under section 338A of that Act, members may request the Company to include in the business to be dealt with at the Annual General Meeting any matter (other than a proposed resolution) which may be properly included in the business.

19. Members should note that it is possible that, pursuant to requests made by the members of the Company under section 527 of the Companies Act 2006, the Company may be required to publish on a website a statement setting out any matter relating to: (i) the audit of the Company's accounts (including the auditor's report and the conduct of the audit) that are to be laid out before the Annual General Meeting; or (ii) any circumstances connected with an auditor of the Company ceasing to hold office since the previous meeting at which annual accounts and reports were laid in accordance with section 437 of the Companies Act 2006. The Company may not require the members requesting any such website publication to pay its expenses in complying with sections 527 or 528 of the Companies Act 2006. Where the Company is required to place a statement on a website under section 527 of the Companies Act 2006, it must forward the statement to the Company's auditor not later than the time when it makes the statement available on the website. The business which may be dealt with at the Annual General Meeting includes any statement that the Company has been required under section 527 of the Companies Act 2006 to publish on the website.
20. Pursuant to section 319A of the Companies Act 2006, the Company must cause to be answered at the Annual General Meeting any question relating to the business being dealt with at the Annual General Meeting which is put by a member attending the meeting, except in certain circumstances, including if it is undesirable in the interests of the Company or the good order of the meeting that the question be answered or if to do so would involve the disclosure of confidential information.
21. You may not use any electronic address provided either in this Notice of Meeting or any related documents (including the Form of Proxy) to communicate with the Company for any purposes other than those expressly stated.

## Contact Addresses

### Directors

Anthony Roper (Chairman)  
Caroline Gulliver  
John Heawood

### Secretaries and Registered Office

abrdr Holdings Limited  
280 Bishopsgate  
London EC2M 4AG

### Alternative Investment Fund Manager

abrdr Fund Managers Limited  
280 Bishopsgate  
London EC2M 4AG

### Investment Manager

abrdr Investments Ireland Limited  
2nd Floor  
2-4 Merrion Row  
Dublin 2 D02 YN56

### Stockbroker

Investec PLC  
30 Gresham Street  
London EC2V 7QP

### Solicitor

Gowling WLG (UK) LLP  
4 More London Riverside  
London SE1 2AU

### Registrar

Equiniti Limited  
Aspect House Spencer Road  
Lancing BN99 6DA  
Tel: UK and Overseas +44 (0) 371 384 2030  
Lines open 8:30am to 5:30pm (UK time), Monday to  
Friday, (excluding public holidays in England and  
Wales) [shareview.co.uk](http://shareview.co.uk)

### Depositary

Citibank UK Limited  
Citigroup Centre Canada Square Canary Wharf  
London E14 5LB

### Independent Auditor

KPMG LLP  
15 Canada Square Canary Wharf  
London E14 5GL

**Website:** [eurologisticsincome.co.uk](http://eurologisticsincome.co.uk)

### Foreign Account Tax Compliance Act (“FATCA”)

#### IRS Registration Number (“GIIN”):

DF2TVL.99999.SL.826

#### Legal Entity Identifier (LEI):

21380019IYIKKNRT3G50

**Registered Number:** Incorporated in England &  
Wales with number 11032222



