



## Sicoya GmbH

Berlin

### Jahresabschluss zum Geschäftsjahr vom 01.01.2020 bis zum 31.12.2020

**Financial Statements for the period 01.01.2020 to 31.12.2020**

**Management report for the period 01.01.2020 to 31.12.2020**

#### General remarks

Sicoya develops and manufactures energy-efficient and scalable optical transceiver modules and components (engines) that are used in the growing markets of cloud services and mobile communication. The data center market is directly addressed with a market volume in 2021 of approx. 5 billion euros and an average growth rate (CAGR) of 20%. (Source: LightCounting 2018). Sicoya's current product range includes highly integrated optical transceivers with data rates from 100 (QSFP28 100G PSM4) to 400 Gbit/s (400G DR4 Optical Engine). Since 2018, Sicoya has established a production line for transceiver modules in Berlin Adlershof for the final assembly of up to 10,000 modules per month based on machine capacity. Production takes place under cleanroom conditions. The most important precursor are chips, which are manufactured in BiCMOS technology by the IHP Frankfurt / Oder (Leibniz Institute) as wafers, based on electronic and photonic chip design developed by Sicoya. The optical components to be manufactured in silicon were developed by Sicoya and are the subject of its own patents. In addition to transceivers with 100Gbit and 400 Gbit data rates, other products are in the product development phase, which is carried out in close coordination with end customers with whom product development contracts (NRE contracts) have been concluded.

#### Research and Development

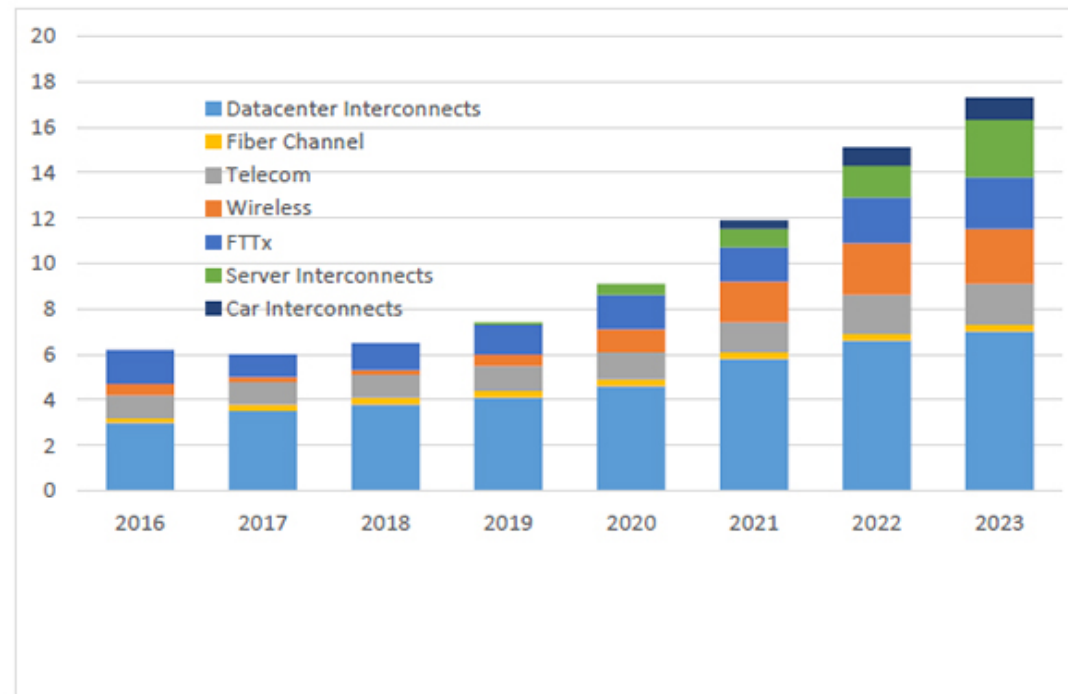
Sicoya's research and development activities are mainly focused on the development of silicon photonic semiconductor chips, transceiver modules and process development for the production of transceiver modules. In a very dynamically changing environment, the continuous improvement of product properties is necessary in order to remain competitive.

The focus of R&D activities is therefore on increasing transmission rates, reducing energy consumption and optimizing costs. In some cases, R&D cooperations are entered into with research institutions as well as with commercial partners or customers.

#### A. Economic Report

##### B. Macroeconomic and sector-related framework conditions

Addressable market: historical development and outlook by application area in billion USD (Source: LightCounting 2018)



## 2.1 Business development and situation of the company

### 2.2 Earnings

Revenues from product development contracts and product sales in the amount of EURO 1.24 million in 2020 were 67.2% higher than in the previous year (Euro 0.73 million) and included proceeds from product sales in the amount of Euro 0.439M from the sale of 100G PSM4 transceivers for the first time after completion of the qualification phase by one of the world's leading data center operators. With the achievement of the agreed milestones, sales of EUR 0.785 million (previous year: EUR 0.66 million) were generated from commercial product development contracts. The funds from public research funding by the Federal Ministry of Education and Research (BMBF) reported in other operating revenues fell by EUR 0.089 million to EUR 0.332 million in the year under review (previous year: EUR 0.421 million).

Gross profit from sales pursuant to Section 275 (3) No. 3 of the German Commercial Code (HGB) decreased to - € 4.682 million (previous year: - € 2.142 million). The reasons for this operating deficit are in particular the underutilization of production and low yields during the start-up phase of series production. Compared to standard costs, there were increased expenses in the area of manufacturing labor costs (Direct Labor Variance) in the amount of € 1.039 million, increased material consumption (Material Variances) of € 1.750 million as well as general period-related manufacturing overheads of € 0.547 million and period-end depreciation of production equipment in the amount of € 0.938 million.

Including the proceeds from product sales and development services provided from commercial product development contracts (NRE), the gross profit pursuant to Section 276 of the German Commercial Code (HGB) amounts to - € 3,897 million (previous year: - € 1.409 million).

Research and development expenses of EUR 8.1 million (previous year: EUR 6.1 million) include special payments (ESOP) to development employees in the amount of EUR 2.3 million and, adjusted for these remunerations, were EUR 5.2 million below the previous year's level, (previous year: EUR 6.19 million).

General administrative expenses of EUR 3.7 million (including special remuneration ESOP in the amount of EUR 0.4 million) were 7.0% higher than in the previous year (previous year: EUR 3.1 million), which is attributable to the expansion of the rental area and higher insurance expenses.

The net loss for the year of EUR -18.3 million (previous year: - €10.8 million) includes nonrecurring expenses of EUR 5,185 million from the provisioning of a provision due to the sale of the shares (see E. Events after the balance sheet date), as well as higher financing expenses and the increased depreciation expenses on property, plant and equipment.

### 2.3 Financial situation

Total assets increased from EUR 15.6 million to EUR 27.5 million (previous year: EUR 11.9 million), of which EUR 16.2 million was attributable to the company's assets and EUR 30.3 million to liabilities (EUR 21.1 million), provisions (EUR 8.8 million), as well as special items with reserves from investment grants. (Eur 0.5 million) The overhang of liabilities and the special item on assets is reflected in a deficit of EUR 11.3 million not covered by equity.

Sicoya is currently a company that is in a strong growth phase. After several years of development, the important step towards the first product sales was made. The capacity building that began in the previous year continues to require considerable financial resources, which will be used to purchase corresponding production machines. The start-up of production and the qualification of the products according to specified specifications caused considerable material waste at the expense of cash flow. At the same time, production was set up with unchanged high expenditure in the area of research and development costs due to the announced "R&D Roadmap" to more powerful transceivers with a multiple of transmission capacity.

The analysis of the cash flow components shows a decline in operating cash flow of EURO 1.7 million to - EUR 11.2 million (previous year: EUR - 9.4 million) as well as a reduction in cash flow from the increase in working capital by EURO 1.42 million and expenses for CAPEX by EURO 1.2 million.

On the other hand, there were payments from financing activities in the amount of EURO 17.4 million, which resulted mainly from the issuance of convertible bonds in the amount of EURO 15.1 million and the increase in long-term loans and special items with a reserve share in the amount of EURO 2.36 million.

Since the scope of the financing, which mainly takes place from shareholder loans in the form of convertible loans, usually only reflects a half-year planning horizon, the "going concern" is currently only formally secured for this period. The company's liquidity at the end of 2020 amounts to EUR 6.4 million.

In addition to convertible loans of EUR 15.059 million from shareholders and third parties, there are bank liabilities of EUR 4.556 million as loans to banks.

## Statement of Cash Flows

	01.01.2020 bis 31.12.2020	Prior Year
	EURO	EURO
Annual net profit	-18.263.736	-10.788.337
+ Depreciation	1.559.980	1.099.626
+ Increase in provisions	5.474.293	256.076
Operating cash flow	-11.229.463	-9.432.635
Change in trade receivables	-45.937	101.323
Change in material (raw materials, auxiliary materials, operating materials)	-768.412	-1.145.931
	-19.797	-20
Change In finished products	-95.886	-9.334
Change in advance payments on inventories	-82.591	-478.689
Change in trade payables	-406.451	641.403
Change in working capital	-1.419.075	-891.248
Change in other receivables and liabilities	-143.633	17.966
Change in long-term loans and special items	2.365.856	2.241.047

	01.01.2020 bis 31.12.2020	Prior Year
	EURO	EURO
Change in convertible loans	15.059.564	0
Change in equity	8.254	8.800.000
Cash flow from financing activities	17.433.674	11.041.047
Investments in shareholdings	0	43.859
Investments in intangible assets	-209.243	-699.187
Investments in machinery and equipment	-1.728.926	-2.395.335
Advance payments made on machinery and equipment	768.702	-597.119
Cash flow from investing activities	-1.169.467	-3.647.782
Cash flow for the period	3.472.036	-2.912.652

#### 2.4 Forecasts, opportunities and risks

#### 2.5 Prognostic report

Overall, the management of Sicoya expects a positive development of the market for silicon- photonic transceivers. The market for optical communication components will multiply over the next five years (source: Xpodence Research 2020). Here, the orientation of the data centers is dominated by the large providers, such as Amazon (AWS) or Microsoft (Azure Cloud), which are increasingly oriented towards higher data transmission and improved energy efficiency.

#### 1. Opportunities and Risks

The dynamics of the telecommunications market require a constantly improving product range with higher transmission performance with higher energy efficiency and lower costs. The de facto requirements of data transfer rates on costs are similar to the rules of Moore's Law. The COVID-19 pandemic has further fueled the need for fast internet connections and digital services. Extensive home office regulations and the switch to virtual meetings have led to a build-up of network capacities and expansion of data centers worldwide, thus increasing the need for optical modules.

On the part of the suppliers, the speed of product development is crucial. However, technology developments often require 18 to 24 months to product maturity, already due to the long process times in chip development and production with Manufacturing Lead Times of up to 6 months. Based on the high degree of integration of the optical components based on the BiCMOS chip technology, Sicoya sees itself in a position to offer cost-effective and at the same time powerful transceivers in the market, which enable both cost leadership and technology leadership. For the 2021 financial year, the company expects an increase in product revenues and a widening of the product range through the market offer of 400 Gbit/s modules. Due to the increasing importance of the digital infrastructure for the supremacy of the competing economic regions, especially the USA and China, political risks are increasingly playing a role. Business partners may be declared unaddressed due to political decisions, or supply restrictions may be imposed by embargoes or competitiveness may be deteriorated by tariffs. For the further business development of Sicoya, it is crucial to win one or more of the dominant major customers in the USA and China, as these major customers (Microsoft, Google, Facebook, Amazon, Baidu, Tencent, Alibaba, Huawei) control the market. In 2020, Sicoya has succeeded in winning Over Microsoft as an end customer. The further outlook for Microsoft is positive due to increased customer shares for the delivery of 100G transceivers as well as the deliveries of 400G transceivers planned for the end of 2021. Intensive discussions are also being held with the other major customers.

### Balance Sheet 31.12.2020

	01.01.2020 to 31.12.2020	Prior Year
Assets	EURO	EURO
A. Fixed assets:		
I. Intangible assets		
1. Concessions, rights, licenses acquired for consideration	1.187.555	1.472.867
2. Deposits made		0
Total I. Intangible assets	1.187.555	1.472.867



<b>Assets</b>	<b>01.01.2020 to 31.12.2020</b>	<b>Prior Year</b>
	<b>EURO</b>	<b>EURO</b>
<b>II. Property, plant and equipment</b>		
1. technical plants and machines;	4.435.750	3.765.234
2. other equipment, operating and office equipment;	141.260	148.275
3. Advance payments made and equipment under construction;	0	768.702
<b>Total II. Fixed assets</b>	<b>4.577.011</b>	<b>4.682.211</b>
<b>III. Financial assets</b>		
1. Shares in affiliated companies	1	1
<b>Total III. Financial assets</b>	<b>1</b>	<b>1</b>
<b>Total A. Fixed assets:</b>	<b>5.764.567</b>	<b>6.155.079</b>
<b>B. Current assets:</b>		
<b>I. Supplies:</b>		
1. Raw materials, auxiliary materials and operating materials;	2.069.467	1.231.396
2. work in progress, work in progress	19.816	
3. finished products, finished services	44.190	
4. Deposits made	561.281	478.689
<b>Total I. Supplies</b>	<b>2.694.754</b>	<b>1.710.085</b>
<b>II. Receivables and other assets</b>		
1. Trade receivables	277.355	231.417
2. other assets	947.934	889.647
- of which with a remaining term of more than one year: € 37.098		
- of which from taxes: € 289.476		
<b>Total II. Receivables and other assets</b>	<b>1.225.289</b>	<b>1.099.471</b>
<b>III. Cash on hand, credit balances, cheques</b>	<b>6.397.731</b>	<b>2.925.696</b>
<b>Total B. Current assets:</b>	<b>10.317.774</b>	<b>5.735.253</b>
<b>C. Rechnungsabgrenzungsposten</b>	<b>103.711</b>	<b>22.008</b>
<b>D. Deficit not covered by equity</b>	<b>11.275.764</b>	<b>0</b>
<b>Total active side</b>	<b>27.461.653</b>	<b>11.912.340</b>
<b>Liabilities</b>		
<b>A. Equity</b>		
I. subscribed capital	75.546	67.292
II. Capital reserves	28.106.078	28.106.078

<b>Liabilities</b>		
III. Loss carried forward	-21.193.653	-10.405.316
IV. Annual loss	-18.263.736	-10.788.337
V. Deficit not covered by equity	11.275.764	0
Total A. Equity	0	6.979.717
B. Special items for investment grants	510.821	700.534
C. Accruals		
1. Tax provisions	0	0
2. other provisions	8.797.842	454.252
Total B. Accruals	8.797.842	454.252
C. Verbindlichkeiten		
1. Liabilities to credit institutions	4.555.568	2.000.000
2. Trade payables	1.307.786	1.696.418
3. Liabilities from convertible loans	15.059.563	0
3. sonstige Verbindlichkeiten	99.368	81.418
1. of which from taxes: € 94,341		
Total C. Accounts payable	21.022.286	3.777.836
Total liabilities side	27.461.653	11.912.340

### Statement of income 01.01.2020 bis zum 31.12.2020

	01.01.2020 bis 31.12.2020	Vorjahr
	EURO	EURO
1. Raw result	-3.897.268	-1.409.980
2. Research and development	8.088.503	6.191.793
3. Sales and Marketing expense	316.264	155.048
4. General administrative costs	3.730.847	3.113.535
5. Other operating income	568.153	626.483
- of which from subsidies	376.189	421.541
- thereof reversal of special items	189.712	172.391
6. Other operating expenses	2.293.217	134.397
7. Interest and similar income	64.447	11.025
8. Depreciation of financial assets	218.544	287.609

	01.01.2020 bis 31.12.2020	Vorjahr
	EURO	EURO
9. Interest and similar expenses	351.772	133.503
- thereof from currency gains/losses	24.807	85.241
10.Net loss	-18.263,736	-10.788.337

## Notes

### Noter for the period 01.01.2020 to 31.12.2020

#### A. Basic information about the company and accounting

##### Key data on the company, structure and previous year's amounts

Sicoya GmbH is based in Berlin. The company is listed in the commercial register B of the district court Berlin-Charlottenburg under the commercial register number HRB 164142. The company is a medium-sized corporation within the meaning of Section 267 (1) of the German Commercial Code (HGB). The annual financial statements as of 31.12.2020 were prepared in accordance with the provisions of §§ 242 ff HGB in compliance with the supplementary provisions for corporations (§§ 264 ff HGB) as well as in accordance with the relevant provisions of the GmbHG. For the income statement, the cost of sales procedure pursuant to § 275 para. 3 HGB elected under summary of the items pursuant to § 275 (3) no. 1 to 3 and 6 HGB of the income statement according to § 276 HGB. Further size-dependent facilitation regulations in accordance with § 288 HGB were used.

##### B. Disclosure of accounting policies

The valuation of assets and liabilities was based on the continuation of the company's activities. Amounts converted into euros from foreign currencies are recorded in the accounting department at an exchange rate on the payday. Intangible assets acquired for consideration are recognised at cost and are reduced by depreciation and amortization. Property, plant and equipment are generally recognised at cost including ancillary costs, less depreciation and amortisation. Depreciation is based on the normal useful life. Movable assets of fixed assets up to a value of EUR 800 were immediately depreciated in the year of receipt. Advance payments made were recognised at their nominal value.

In 2018, Sicoya GmbH acquired a 100% stake in Sicoya Corporation, based in Delaware, Phoenix (USA). Equity consisted of 1,500 shares with a par value of \$1 each and a capital reserve of USD 48,500. Since its foundation, the company has only had one employee for Sales & Marketing, but no sales of its own. As early as 31.12.2019, a complete impairment of the investment approach was made by depreciation of financial assets in the amount of € 43,856.65 to a reminder value of € 1. To cover the financial requirements, intercompany loans were granted at an interest rate of 3% and paid out successively. As in the previous year, the loan was fully impaired by depreciation on loans in the reporting period due to the lack of repayment options. By shareholder resolution of March 21, 2021, the liquidation of the US subsidiary was resolved. The company was terminated by the issuance of the "Certificate of dissolution" by the Delaware Division of Corporations on April 10, 2021.

Receivables and other assets are recognised at the nominal value, unless a low valuation was required in individual cases. Identifiable risks were taken into account by means of individual value adjustments. Cash balances and balances at credit institutions are measured at nominal value. For the first time in 2019, subsidies received from GRW funds were deferred passively in a special item in accordance with § 284 para 2 sentence 1 HGB. Due to the reversal of € 189,713 in accordance with the depreciation of the subsidized assets in the same amount, the special item amounted to € 510,821 as of December 31, 2020 (previous year: € 700,534).

Other provisions are recognised at the amounts that are reasonably necessary in the light of a reasonable commercial assessment. The liabilities are shown with their repayment amounts.

For the long-term financing of fixed assets (machinery) at the Adlershof site, two loans in the amount of € 350,000 and € 1,650,000 were concluded with Deutsche Bank Berlin, which were disbursed in June 2019. The loans have a five-year term and are scheduled to expire on 30.6.2024. The interest rate is 3.5% p.a. The loans are secured by the transfer of security of four production machines.

On 29.05.2020, the company received a loan from KfW Bank's promotional programme in the form of an entrepreneur loan in accordance with the Corona Support Fund Guidelines. 90% of the loan granted via the house bank principle (Deutsche Bank) is secured by an exemption from liability of KfW Bank vis-à-vis the house bank.

##### Conclusion of two convertible loans:

On 17. In February 2020, Sicoya GmbH and Broadex International Technologies Inc., based in Palo Alto, California, USA, signed a convertible loan agreement for USD 1. 500.000,-. The loan was granted on 12 September. March 2020.

On August 27, 2020, Sicoya GmbH and Dawning Semi Technology Co, Ltd, Cayment Islands concluded a convertible loan agreement for USD 16,000,000. The loan was disbursed on September 8, 2020.

##### Statement of liabilities:

1 Loans to credit institutions	Payment	Amount	Interest rate	Interest expense 2020	Redempti on 2020	Stand 31.12.2020
Deutsche Bank 1	17.07.2019	1.650.000	3,50%	51.858	366.660	1.283.340
Deutsche Bank 2	17.07.2019	350.000	3,50%	11.002	77.772	272.228
KFW Unternehmerkredit	29.05.2020	3.000.000	1,03%	15.622	0	3.000.000
Loans from credit institutions		5.000.000		78.482	444.432	4.555.568
2. convertible Loans						
Broadex Technology Inc.	12.03.2020	1.334.520	3,00%	42.704	0	1.377.224
Dawning Semi	08.09.2020	13.513.514	3,00%	168.826	0	13.682.340
Loan Shareholders and third parties		14.848.034		211.530		15.059.564
Total loans		19.848.034		290.012	444.432	19.615.132

### C. Further information on the balance sheet

With regard to the development of fixed assets pursuant to Section 284 (3) of the German Commercial Code (HGB), the exemption option for medium-sized corporations pursuant to Section 288 (1) No. 1 of the German Commercial Code (HGB) was exercised.

The company's fixed assets as of 31.12.2020 are as follows:

Fixed Asset Register as of 31.12.2020:

	Fixed asset register				
	Stand 01.01.2020	Acquisition and Construction Cost			Stand 31.12.2020
		Additions	Transfers	Disposals	
	EUR	EUR	EUR	EUR	EUR
I. Intangible assets					
1. Industrial property rights and licences acquired for consideration	2.379.474	564.296	0	0	2.943.770
II. Fixed assets					
1. Technical plants and machines	4.560.148	1.679.683	0	0	6.239.831
2. Other installations, operating and employment equipment	236.997	21.823	0	0	258.820
3. Advance payments made and equipment under construction	768.702	0	0	768.702	0
total:	5.565.847	1.701.506	0	768.702	6.498.652
III. Financial assets					
1. Share of affiliated companies	233.007	0	0	0	233.007
2. Loans to affiliated companies	321.240	218.544	0	0	539.784



	Depreciation				Stand 31.12.2020 EUR
	Stand 01.01.2020 EUR	Additions EUR	Transfers EUR	Disposal EUR	
<b>I. Intangible assets</b>					
1. Industrial property rights and licenses acquired for consideration	906.606	868.269	0	0	1.774.875
<b>II. Fixed assets</b>					
1. Technical plants and machines	794.905	1.036.596	0	0	1.831.501
2. Other installations, operating and employment equipment	88.722	28.838	0	0	117.560
3. Advance payments made and equipment under construction	0	0	768.702	0	768.702
total:	883.628	1.065.433	768.702	0	2.717.763
<b>III. Financial assets</b>					
Share of affiliated companies					
1. Anteil an verbundenen Unternehmen	233.006	0	0	0	233.006
2. Loans to affiliated companies	321.240	218.544	0	0	539.784
total:	554.246	218.544	0	0	772.790
<b>Carrying amounts</b>					
<b>Stand 31.12.2020</b>					
<b>EUR</b>					
<b>Stand Vorjahr</b>					
<b>EUR</b>					
<b>I. Intangible assets</b>					
1. Industrial property rights and licences acquired for consideration				1.168.894	1.472.867
<b>II. Fixed assets</b>					
1. Technical plants and machines				4.408.330	3.765.243
2. Other installations, operating and employment equipment				141.260	148.275
3. Advance payments made and equipment under construction				0	768.702
total:				4.549.591	4.682.220
<b>III. Financial assets</b>					
1. Share of affiliated companies				1	1
2. Loans to affiliated companies				0	0
total:				1	1

As in the previous year, trade receivables have a remaining term of less than one year. As in the previous year, liabilities have a remaining term of less than one year.

The share capital as of 31.12.2020 increased by € 8,254 in the year under review following the payment (13 January 2020) of the newly created shares in accordance with the equity finance contracts of 20 March 2019 and 27 November 2019, which provided for an authorised capital of up to 8,650 new shares at a nominal value of €1.

The nominal capital of € 75,546 is distributed among the shareholders as of 31.12.2020 as follows:

Shareholder: Stefan Meister Beteiligungs UG, Berlin (haftungsbeschränkt)	5.000 EUR
Sven Otte Beteiligungs UG, Berlin (haftungsbeschränkt)	5.000 EUR
Hanjo Rhee Beteiligungs UG, Berlin (haftungsbeschränkt)	5.000 EUR
Christoph Theiss Beteiligungs UG, Berlin (haftungsbeschränkt)	5.000 EUR
Marco Vitali Beteiligungs UG, Berlin (haftungsbeschränkt)	5.000 EUR
Target Partners Fund III GmbH & Co.KG, München	19.717 EUR
Kreditanstalt für Wiederaufbau, Bonn	5.910 EUR
Giorgio Anania, Mèdan (Frankreich)	2.135 EUR
Antares S.A.S., Medan (Frankreich)	747 EUR
Andreas Freiherr v. Mauchenheim, Portola Valley (USA)	5.267 EUR
Beijing Singularity Power Investment (China)	15.029 EUR
JUFEI (Hong Kong)	1.741 EUR
	75.546 EUR

#### D. Further information on the income statement

Revenue from product sales amounted to € 0.439 million (previous year: € 0.072 million). Other operating revenues include revenues from product development contracts in the amount of € 0.773 million (previous year: € 0.660 million). Due to the application of the cost of sales method, the material expenses and personnel expenses are allocated to the functional areas according to the total cost method. Revenues as well as other operating income and expenses pursuant to Section 285 No. 8 of the German Commercial Code (HGB) are broken down in detail as follows:

	2020	2019	Change
Revenues	1.433.071	732.411	492.000
- of which product sales	439.411	72.411	367.000
- thereof product development contracts	785.000	660.000	125.000
Other operating income	560.934	626.484	-65.550
-of which grants and subsidies	368.970	421.541	-52.571
-of which income from redemption special items	189.712	172.391	17.321
-davon weiterverrechnete Kosten	2.252	32.552	-30.300
	2020	2019	Veränderung
Materials	1.734.454	446.687	1.287.767
Personnel costs	8.480.981	5.120.174	1.506.971
-of which wages and salaries	7.358.180	4.358.336	1.147.844
-of which social security contributions	1.122.356	761.838	359.126

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	2020	2019	Veränderung
Depreciation	1.559.980	1.169.216	695.870

#### **E. Investments / Impact of the COVID19 pandemic / Events after the balance sheet date**

##### **Investment:**

In 2020, the company invested a further € 0.471 million in the development and safeguarding of patents and industrial property rights, as well as investments of € 1.622 million in machines, laboratory equipment and tools for the further capacity build-up in Adlershof for the production of up to 15,000 product units per month.

##### **Impact of Covid-19**

Society is currently still affected by the Covid-19 crisis. At the Adlershof site, the protective measures introduced from March 2020, such as a general mask requirement, hygiene obligation and a 50% occupancy of the office space, will be maintained. At the same time, testing of the workforce is usually carried out twice a week and as required.

On the procurement side, there are bottlenecks in the field of electronic components due to the crisis. Due to impending shortages, safety stocks in the warehouse must therefore be adjusted.

Due to reduced business activities in the 2nd quarter of 2021, short-time work (about 50%) was ordered department-specifically in the months of April to May.

##### **Events after the balance sheet date**

##### **Notarial share purchase agreement dated August 28, 2020 and regulatory approval of the transaction on October 27, 2021:**

On 28 August 2020, the shareholders of Sicoya GmbH have submitted a notarial sale agreement before the Arnold Notary's Office in Berlin (Deed No. A 667/220) with the content of the acquisition of all 75,546 shares in Sicoya GmbH by the buyer, Hefei Dawning Semi Technology Co., Ltd, a company under the law of the People's Republic of China with registration with the Hefei Administration of Market Supervision under registration no. USCC (Unified Social Credit Code) 9134011MA2T216B9X and registered business address Level 1, Building 1, No.18 Tianda Road, Gaoxin District, Hefei, People's Republic of China.

The buyer's voluntary application for approval of the transaction by the supervisory authorities, i.e. Federal Ministry of Economics (BMWi) in accordance with the Investment Control Act and relevant EU regulations, was complied with on 27 October 2021 by the formal issuance of a declaration of safety.

Due to the closing of the transaction on October 27, 2021, a total of provisions of EUR 5,185,501 were recognized in the annual financial statements as of December 31, 2020. The provision includes € 5,035,501 for the company's ESOP program for employees, former employees and members of the advisory board. Due to the termination of an existing financing commitment by the European Investment Bank, a provision was made for the agreed cancellation fee of € 150,000.

##### **F. Other information**

An average of 62 people were employed in the financial year.

Dr. Stefan Meister, Berlin, CTO (Technical Director) and Dr. Sven Otte, Hohen Neuendorf as CEO (Commercial Director) were appointed as Managing Directors.

## **other components of the report**

Berlin, 30.10.2021

*Dr. Stefan Meister, Managing Director*

*Dr. Sven Otte, Managing Director*