

## search result

Surname	Area	information	V. date
Control Expert GmbH Langenfeld	Accounting/ Financial Reports	Annual financial statements for the financial year from January 1st, 2020 to December 31st, 2020	03/17/2022

**ControlExpert GmbH****Langenfeld****Annual financial statements for the financial year from January 1st, 2020 to December 31st, 2020****Management report for the 2020 financial year****A. Organizational and Legal Framework**

Since it was founded in 2002, ControlExpert has established itself as an independent service provider for digitization, claims processing and cost verification for everything to do with motor vehicles. We are represented with our own companies in Poland, Mexico, Italy, Brazil, Argentina, Colombia, Hong Kong, Thailand, Spain, USA, UK, Chile, Switzerland and Japan. We are a minority shareholder in the company in China. The establishment of further subsidiaries is planned. Allianz's majority stake in our company was fully completed in fiscal 2020. A total of 478 (previous year: 497) employees were employed in Germany.

For insurance companies, vehicle manufacturers, workshops, fleet operators and leasing companies in Germany and abroad, we process and check invoices, cost estimates and reports in the B2B segment with the help of state-of-the-art IT components, artificial intelligence and mathematical processes for plausibility and customary market practice. The digitization of all documents enables our clients to continue the automated processing of the processes up to a complete automation of the regulation to the end customer. With our patented AI-based algorithms and market-tested procedures, our clients can significantly simplify claims processing and settlement and make them more cost-efficient.

**B. Business development in 2020**

Overall, the 2020 financial year can be rated positively against the background of difficult market challenges caused by the corona pandemic. Revenue fell by only 1.6% to €43,315 thousand. Due to the corona pandemic that has been rampant worldwide since spring 2020, mobility behavior has changed significantly, so that the number of accidents and maintenance in particular has fallen by up to 40%. The slight decline in sales in the 2020 financial year is therefore primarily due to the difficult market environment and the declining claims figures in the motor vehicle industry. A large part of the turnover is mainly attributable to our business areas of motor claims (C€ ExpertiseCheck, C€ InvoiceCheck, C€ GlassCheck; C€ AutoCheck and C€ EasyClaim),

The gross result fell by 2.9% to T€ 41,107.

We continue to expect a positive development in our core products in the areas of insurance and leasing. In the 2020 financial year, we developed various KI-based products and made them ready for the market, which we are now making available to our customers. Particularly noteworthy is the further development of AI-based invoice verification, a product for detecting fraud in combination with our expert opinion verification and digital claims processing including a recommended course of action for repairs or a so-called fictitious billing. AI modules are used in all new products, which can lead to another unique selling proposition in the claims market compared to our competitors.

At €27,997 thousand, personnel costs are largely stable compared to the previous year (€27,359 thousand). Other operating expenses increased from €9,371 thousand in the previous year to €15,062 thousand. The reasons for this are extraordinary one-time expenses of €8,356 thousand for a virtual participation program (ESOP).

Without the extraordinary burden of the ESOP, the (normalized) net income for the year would have been €4,201 thousand (previous year: €11 thousand). The net loss for the year that was actually achieved amounts to €4,155 thousand

The forecast from last year (double-digit sales growth, especially from the classic test processes) was not confirmed due to the special corona pandemic situation.

**C. Net assets, financial position and results of operations**

Due to the increase in financial assets by € 3,195k and in intangible assets by € 1,988k, total assets at the balance sheet date increased again by 22.4% to € 34,104k compared to the previous year. Fixed assets increased by €4,998 thousand to €24,766 thousand, current assets by €1,097 thousand to €8,912 thousand. Over 72.6% (previous year: 70.9%) of our assets are invested in software, tangible and financial assets in the medium and long term.

51.6% (previous year: 85.7%) of the assets tied up in the medium and long term are financed by equity. The degree of depreciation of property, plant and equipment and intangible assets is around 56.2% (previous year 58.0%).

Bad debts or individual value adjustments of a noteworthy scope were not recorded in the financial year.

The liabilities essentially relate to a bank loan (EUR 5,000 thousand, previous year: EUR 4,000 thousand) and a shareholder loan to finance a virtual employee participation program (ESOP; EUR 9,187 thousand, previous year: EUR 0 thousand). These loans bear interest of 2.0% or 2.5% pa.

The cash flow from the operating area, adjusted for the ESOP payments, amounting to €5,203 thousand is €799 thousand higher than the previous year's figure. By using the current account line, it was possible to finance investments. The company was always willing to pay during the financial year. ControlExpert's financial position is stable with sufficient liquid funds and a healthy capital structure.

Investment activities in the financial year focused on international expansion (EUR 3,420 thousand) and the further development of our software (EUR 3,082 thousand, of which internally generated software EUR 1,965 thousand) as well as improving the IT infrastructure and office equipment (EUR 619 thousand).

The cash flow is as follows:

	2020
	k€
Business Operations	-3,984

	2020
	k€
investments	-5,155
financing	+9,150
Change in cash and cash equivalents affecting payments	+11

The operating result adjusted for the ESOP burden improved by €623 thousand to €4,617 thousand. However, taking into account the extraordinary charges of €8,356 thousand, it is negative.

Of the revenues, service revenues accounted for €42,502 thousand (previous year: €43,709 thousand), royalties €813 thousand (previous year: €166 thousand) and proceeds from on-charging €0 thousand (previous year: €144 thousand). €42,299 thousand (previous year: €43,670 thousand) of the service revenue was generated in Germany, €203 thousand (previous year: €39 thousand) in the rest of Europe. The royalties earned come from affiliated companies.

Other operating income includes items relating to other periods in the amount of €511 thousand (previous year: €1,042 thousand). The cost of materials includes expenses for services purchased from affiliated companies in the amount of €1,260 thousand (previous year: €933 thousand). These are essentially services provided by the Polish subsidiary.

Other operating expenses include items relating to other periods in the amount of €10 thousand (previous year: €363 thousand) and extraordinary personnel expenses from the ESOP in the amount of €8,356 thousand (previous year: €0 thousand).

#### D. Anticipated Development and Prognosis

The transfer of the processes established in Germany to foreign markets offers considerable potential for our company. We expect further sales increases both in Germany and abroad, driven by the use of our new products and the expected increase in mobility behavior (corona recovery).

In Germany, we expect double-digit sales growth for 2021, especially from the classic test processes. In addition, the newly developed AI-based products such as AI-based invoice verification, fraud detection and the claims management product will have positive effects on short- and medium-term sales development. Since the automation and digitization of insurance processes is becoming more and more common, we are well positioned as a digitization partner for our insurance customers for the years to come. In order to be able to continue to positively shape growth in Germany in the years to come,

With our Research & Development department, we deal intensively with the claims process of the future. As in the previous year, we continue to invest in AI-based algorithms and topics such as image recognition in order to further accelerate and automate claims processes in the future. In particular, the AI modules for image recognition and loss amount products are already an integral part of our new product developments.

Overall, we expect improved sales and margins in 2021 due to our new products and the improved market situation.

#### E. Opportunities and Risks

Overall, we also see good growth opportunities in 2021. Digitization is the defining topic within the insurance industry. In addition to changing regulatory framework conditions, digitization is described as the trend to maintain the competitiveness of the established insurance industry. The transformation process triggered by this opens up very good strategic growth opportunities for IT and process service providers. ControlExpert is positioning itself as a technology and data-driven claims management service provider in order to continue to be a leader in this business area. Against this background, ControlExpert continues to work on digitizing customer processes,

Our in-house IT, which is always state-of-the-art, and our research and development department, which offers world-leading solutions and services, particularly in the field of artificial intelligence, are the essential basis of our technology leadership and thus the building block for further growth.

From our point of view, operational risks can result from faulty IT developments or control processes, which could lead to contractual penalties. Appropriate provisions have been formed for potential contractual penalties. An internal, KPI-based monitoring system counteracts this and is constantly being expanded. Different processes, procedures and IT systems are used for risk identification, assessment and monitoring as well as for reporting.

Within the scope of the technical possibilities currently available, measures have been taken to counteract the short- and medium-term risk of a possible (temporary) loss of production (e.g. commissioning of an additional data center). As far as possible, risks are appropriately insured.

The short and medium-term risk of a lack of liquidity can be classified as very low due to a stable order situation, of course depending on economic developments, especially with regard to the current economic development in the automotive industry and the fact that the majority of customers come from the insurance industry.

The still rampant, global corona pandemic and the associated reduced mobility behavior and the resulting reduction in accident damage poses a risk in business development both nationally and internationally.

Especially when entering new markets, there is increased uncertainty for forecasts with regard to actual results.

A medium-term risk is the decline in the claims ratio, which is to be expected in the coming years as a result of new driver assistance systems and alternative forms of mobility. In order to avoid negative effects on our business, ControlExpert is constantly expanding its product and service portfolio in order to offer customers innovative digital solutions for more efficient processes.

At the time of publication, the management was not aware of any risks that could seriously jeopardize the continued existence of the company. Market risks still exist, but we are confident that we can continue to take advantage of the opportunities presented to us in order to be able to be successful in this market in the medium to long term.

Langenfeld, January 31, 2021

*Nicholas Witte*  
*dr Andrew Witte*

#### balance sheet

##### assets

	12/31/2020		12/31/2019	
	Euro	Euro	Euro	Euro
A. Fixed assets		24,766,383.68		19,768,728.80
I. Intangible assets	5,562,929.23		3,574,416.57	
1. Self-created industrial property rights and similar rights and values	3,923,491.06		2,679,969.58	
2. Purchased concessions, industrial property rights and similar rights and values as well as licenses to such rights and values	1,616,132.82		871,141.64	
3. Advance payments made	23,305.35		23,305.35	
II. Tangible assets	1,437,770.00		1,624,046.00	

	12/31/2020		12/31/2019	
	Euro	Euro	Euro	Euro
1. Other equipment, fixtures and fittings	1,437,770.00		1,624,046.00	
III. financial investments	17,765,684.45		14,570,266.23	
1. Shares in affiliated companies	1,312,943.67		1,181,611.58	
2. Loans to affiliated companies	16,452,740.78		13,77,254.65	
3. Holdings	0.00		11,400.00	
4. Loans to companies in which an investment is held	0.00		0.00	
5. Other Loans	0.00		0.00	
B. Current Assets		6,304,860.77		6,218,422.60
I. Receivables and other assets	6,304,860.77		6,218,422.60	
1. Trade accounts receivable	3,038,705.21		5,535,528.09	
2. Receivables from affiliated companies	2,105,852.05		617,255.32	
3. Other Assets	11.60.303.51		65,639.19	
II. Cash on hand, Bundesbank balances, bank balances and checks		2,607,459.63		1,596,796.74
C. Prepaid expenses		425,658.12		280,298.24
total		34,104,362.20		27,864,246.38
<b>liabilities</b>				
		12/31/2020		12/31/2019
	Euro	Euro	Euro	Euro
A. Equity		12,783,174.08		16,937,825.07
I. Drawn capital	300,000.00		300,000.00	
II. Balance sheet profit	12,483,174.08		16,637,825.07	
B. Provisions		3,467,200.00		3,443,250.00
1. Provisions for taxes	0.00		103,650.00	
2. Other provisions	3,467,200.00		3,339,600.00	
C. Liabilities		16,783,588.12		6,719,371.31
1. Liabilities to banks	5,000,000.00		4,000,000.00	
2. Trade Accounts Payable	1,264,902.57		1,916,941.66	
3. Liabilities to affiliated companies	9187146.09		0.00	
4. Other Liabilities	1,331,539.46		802,429.65	
- thereof from taxes	1,297,629.50		782,838.92	
- of which within the framework of social security	30,993.83		16,694.13	
D. Accruals and Accruals		24,000.00		0.00
E. Deferred Tax Liabilities		1,046,400.00		763,800.00
total		34,104,362.20		27,864,246.38

**Profit and Loss Account**

	01.01. - 31.12.2020	01.01. - 31.12.2019
	Euro	Euro
	€	€
1. Revenue	43,314,921.14	44,019,339.74
2. Other own work capitalized	1,861,949.44	1,690,889.62
3. Other operating income	555,146.31	1,136,986.76
4. Cost of Materials		
a) Expenses for purchased services	-4,624,872.04	-4,513,804.16
raw result	41.107.144.85	42,333,411.96
5. Personnel expenses		
a) Wages and salaries	-23,803,077.21	-23,219,656.94
b) Social security contributions and expenses for pensions and benefits	-4,194,341.25	-4,138,895.80
- of which for pensions € 55,924.88 (previous year € 89,955.56)		
6. Depreciation		
a) on intangible assets and property, plant and equipment	-1,786,818.42	-1,609,457.96
7. Other Operating Expenses	-15,062,112.38	-9,371,201.49
8. Other Interest and Similar Income	375,682.54	252,585.90
- thereof from affiliated companies € 375,682.54 (previous year € 252,585.90)		
9. Depreciation of Financial Assets	0.00	-2,757,866.02
10. Interest and Similar Expenses	-270,291.93	-102,697.32
- of which to affiliated companies € 36,976.71 (previous year € 0.00)		
11. Income taxes	-513,487.19	-1,366,975.34
- thereof deferred taxes € 437,800.00 (previous year € 363,800.00)		
12. Earnings after taxes	-4,147,300.99	19,246.99
13. Other Taxes	-7,350.00	-8,368.00

	01.01. - 31.12.2020	01.01. - 31.12.2019
	Euro	Euro
	€	€
14. Loss/surplus for the year	-4,154,650.99	10,878.99
15. Earnings Carry Forward	16,637,825.07	16,626,946.08
16. Retained Earnings	12,483,174.08	16,637,825.07

## Appendix for the 2020 financial year

### Control Expert GmbH, Langenfeld

#### I. General information on the annual financial statements

ControlExpert GmbH is based in Langenfeld. It is listed under commercial register number B 47037 at the District Court of Düsseldorf.

The annual financial statements were prepared on the basis of the accounting regulations of commercial law (Commercial Code and GmbH Law). The company is a large corporation within the meaning of Section 267 (3) HGB.

Presentation, structure and evaluation correspond to the principles of the previous year. The group of affiliated companies has expanded as a result of the first-time inclusion in the Allianz SE group of companies. As of the balance sheet date, trade receivables of €1,200k had to be reclassified as receivables from affiliated companies.

The profit and loss account was structured according to the nature of expense method.

#### II. Accounting and valuation methods

Intangible fixed assets, where purchased, were stated at cost less scheduled depreciation. Depreciable intangible assets were amortized using the straight-line method pro rata temporis over a useful life of three years.

Self-created intangible fixed assets, if completed, are stated at production cost less scheduled depreciation. Depreciation was calculated using the straight-line method pro rata temporis over a useful life of four years.

Property, plant and equipment were stated at acquisition cost less scheduled depreciation. Depreciation was based on the normal useful life using the straight-line method pro rata temporis over a normal useful life of three to nineteen years.

Financial assets were stated at the lower of cost or fair value.

Receivables and other assets as well as liquid funds (balance sheet item Assets B II) were stated at their nominal value or the lower applicable value.

In the case of trade receivables, recognizable risks were taken into account through the formation of individual value adjustments. The general default risk was taken into account by means of a general allowance.

The active accruals and deferrals were recognized at acquisition cost.

The other accruals were created with their probable settlement amount for all contingent liabilities and recognizable risks.

Liabilities were recognized at the settlement amount.

Deferred income was recognized at the expected settlement amount.

#### III. Notes to the Balance Sheet and Profit and Loss Account

The development of fixed assets is shown on page 8.

The purchased intangible fixed assets relate primarily to EDP licenses (EUR 1,338 thousand, previous year: EUR 464 thousand) and software developed for the company (EUR 124 thousand, previous year: EUR 273 thousand). The self-created intangible fixed assets relate to finished and unfinished software developments (products and processes).

Financial assets relate to shares in affiliated companies (EUR 1,313 thousand, previous year: EUR 1,182 thousand) and loans to affiliated companies (EUR 16,453 thousand, previous year: EUR 13,377 thousand), of which EUR 1,644 thousand (previous year: EUR 636 thousand) to direct and indirect shareholders). The loans bear interest of 2.5% pa (4.95% to shareholders).

Shares in affiliated companies with a book value of €775 thousand and loans to affiliated companies with a book value of €14,017 thousand were not written off in accordance with Section 253 (3) sentence 5 HGB because the losses of the subsidiaries are exclusively attributable to start-up losses in the start-up phase or are due to restructuring expenses and are unlikely to be permanent.

Information on shareholdings in accordance with Section 285 No. 11 HGB is shown on page 9.

Of the receivables from affiliated companies, €1,200 thousand result from deliveries and services.

The other assets mainly relate to tax refund claims, the cash and cash equivalents to current accounts. Receivables and other assets have a remaining term of up to one year.

The prepaid expenses relate to maintenance fees, user fees and other expenses for the following year.

In accordance with section 268 (8) of the German Commercial Code, there is a ban on distribution of the balance sheet profit in the amount of €2,877 thousand. The amount results from the balance of internally generated intangible assets, taking into account deferred taxes.

The other provisions essentially include personnel expenses, outstanding contributions and invoices as well as the costs of preparing and auditing the financial statements.

The liabilities essentially relate to a bank loan (EUR 5,000 thousand, previous year: EUR 4,000 thousand) and a shareholder loan to finance a virtual employee participation program ("ESOP"; EUR 9,187 thousand, previous year: EUR 0 thousand). or 2.5% pa interest.

Unless otherwise stated, the liabilities have a remaining term of up to one year. A partial amount of €158 thousand of the trade payables is due within two to five years. Financed assets are secured by customary retention of title.

Deferred tax liabilities result from the recognition of internally generated intangible assets in the commercial balance sheet (EUR 3,923 thousand). An income tax rate of 26.67% (corporate tax 15.00% plus SolZ 5.50%, trade tax 10.85%) was applied to the temporary differences. The balance at the end of the year was €1,046 thousand, the change in the 2020 financial year was €283 thousand.

Of the revenues, service revenues accounted for €42,502 thousand (previous year: €43,709 thousand), royalties €813 thousand (previous year: €166 thousand) and proceeds from on-charging €0 thousand (previous year: €144 thousand). €42,299 thousand (previous year: €43,670 thousand) of the service revenue was generated in Germany, €203 thousand (previous year: €39 thousand) in the rest of Europe. The royalties earned come from affiliated companies.

Other operating income includes items relating to other periods in the amount of €511 thousand (previous year: €1,042 thousand).

The cost of materials includes expenses for services purchased from affiliated companies in the amount of €1,260 thousand (previous year: €933 thousand). These are mainly services from the Polish subsidiary.

Other operating expenses include items relating to other periods in the amount of €10 thousand (previous year: €363 thousand) and extraordinary personnel expenses from the ESOP in the amount of €8,356 thousand (previous year: €0 thousand).

#### IV. Other information

Other financial obligations result from rental agreements in the amount of €538 thousand plus ancillary costs and sales tax, as well as several car leasing agreements (€421 thousand). In addition, there is a financial obligation of €180k from a loan agreement with an affiliated company as of the balance sheet date.

The company had an average of 478 (previous year: 497) employees, of whom 14 (previous year: 13) worked in administration, 30 in sales (previous year: 29), in IT and R&D 111 (previous year: 110) and in production (operations ) 323 (previous year: 345).

Managing directors with sole power of representation are Dipl.-Ing. (FH) MBA Nicolas Witte, Langenfeld, and Dr. Andreas Witte, Cologne (since December 17, 2020). According to Section 286 (4) HGB, the remuneration of the managing directors is not disclosed.

ControlExpert GmbH belongs to the Allianz Group under the management of Allianz SE, Munich. ControlExpert GmbH is included in the consolidated financial statements and management report of Allianz SE, its indirect parent company, which prepares the consolidated financial statements for the largest and at the same time the smallest group of companies. Allianz SE's consolidated financial statements and management report will be published in March in its annual report and then submitted to the operator of the Federal Gazette and published there. Allianz SE consolidated financial statements and management report can be viewed in the company register or requested from our company. They are also made available on the Allianz SE website.

Proposal for the appropriation of earnings: The net loss for the year is carried forward to new account.

Supplementary report: There were no events of particular importance after the balance sheet date.

#### Participation schedule as of December 31, 2020

##### Control Expert GmbH, Langenfeld

Subsidiary name and registered office	Equity 12/31/2020 <sup>*)</sup>	Annual result 2020 <sup>*)</sup>	participation rate	Book value
	€	€		12/31/2020
			%	€
ControlExpert Polska Sp.zoo, Warsaw (Poland)	-1,277,176.86	-266,626.44	100.00	63,762.47
Crtl Exp Mexico S de RL de CV, Mexico City (Mexico)	559,025.49	236,797.86	90.00	15,198.44
Control Expert Gestao, Comercio e Desenvolvimento Ltda, Juiai (Brazil)	1,609,349.09	627,626.65	95.00	17,351.58
Control Expert Italia SRL, Treviso (Italy)	18,783.09	-12,514.58	80.00	182,840.00
ControlExpert Inc., El Segundo (USA)	-11,603,320.85	-6,166,759.52	90.00	471,082.64
ControlExpert Argentina SRL, Buenos Aires (Argentina)	-415,778.41	-339,758.32	90.00	84,299.59
Control Expert Hong Kong Corp. Ltd., Hong Kong (China)	-169,865.83	-41,681.60	90.00	3,194.29
ControlExpert Colombia SAS, Bogota (Colombia)	169,555.72	55,811.76	90.00	91,624.21
Control Expert Systems Technologies SL, Madrid (Spain)	-757,423.07	-102,204.84	94.99	145,882.09
ControlExpert UK Ltd., Milton Keynes (Great Britain)	-1,039,093.29	-292,065.39	87.00	6,527.50
Control Expert Chile SpA, Ciudad de Santiago (Chile)	100,981.74	-60,669.42	95.00	13,459.89
Control Expert Schweiz GmbH, Neuenhof (Switzerland)	42,072.44	-151,320.82	100.00	18,708.40
Control Expert (Thailand) Co. Ltd., Bangkok (Thailand)	11,775.62	8,544.50	100.00	26,763.95
Control Expert Japan KK, Tokyo (Japan)	462,113.77	-617,714.26	100.00	40,916.53
ClaimsExpert Ltd., Bangkok Thailand)	165,703.45	86,377.97	100.00	131,332.09

<sup>\*)</sup> provisional data

#### development of the capital assets

	Status 01.01.2020	Acquisition/manufacturing costs			As of December 31, 2020
		additions	departures	transfers	
		2020 euros	2020 euros	2020 euros	
	Euro				Euro
<b>I. Intangible assets</b>					
1. Self-created industrial property rights and similar rights and values	3,151,701.62	1,965,209.76	-103,260.32	0.00	5,013,651.06
2. Purchased concessions, industrial property rights and similar rights and values as well as licenses to such rights and values	4,451,001.26	1,116,496.35	0.00	0.00	5,567,497.61
3. advance payments made	23,305.35	0.00	0.00	0.00	23,305.35
<b>II. Tangible assets</b>					
1. Other equipment, fixtures and fittings	4,762,326.11	619,080.82	-17,226.89	0.00	5,364,180.04
<b>III. financial investments</b>					
1. Shares in affiliated companies	1,181,611.58	131,332.09	0.00	0.00	1,312,943.67
2. Loans to affiliated companies	13,377,254.65	3,288,436.13	-212,950.00	0.00	16,452,740.78
3. Holdings	1,763,400.00	0.00	-11,400.00	0.00	1,752,000.00
4. Loans to companies with which an investment relationship exists	1,818,064.00	0.00	0.00	0.00	1,818,064.00
5. Other Loans	703,866.02	0.00	0.00	0.00	703,866.02
total	31,232,530.59	7,120,555.15	-344,837.21	0.00	38,008,248.53

	Status 01.01.2020 Euro	depreciation			As of December 31, 2020 Euro
		additions 2020 euros	departures 2020 euros	transfers 2020 euros	
I. Intangible assets					
1. Self-created industrial property rights and similar rights and values	471,732.04	618,805.43	-377.47	0.00	1,090,160.00
2. Purchased concessions, industrial property rights and similar rights and values as well as licenses to such rights and values	3,579,859.62	371,505.17	0.00	0.00	3,951,364.79
3. advance payments made	0.00	0.00	0.00	0.00	0.00
II. Tangible assets					
1. Other equipment, fixtures and fittings	3,138,280.11	796,507.82	-8,377.89	0.00	3,926,410.04
III. financial investments					
1. Shares in affiliated companies	0.00	0.00	0.00	0.00	0.00
2. Loans to affiliated companies	0.00	0.00	0.00	0.00	0.00
3. Holdings	1,752,000.00	0.00	0.00	0.00	1,752,000.00
4. Loans to companies with which an investment relationship exists	1,818,064.00	0.00	0.00	0.00	1,818,064.00
5. Other Loans	703,866.02	0.00	0.00	0.00	703,866.02
total	11,463,801.79	1,786,818.42	-8,755.36	0.00	13,241,864.85
					book values
					As of December 31, 2020 Euro
I. Intangible assets					
1. Self-created industrial property rights and similar rights and values					3,923,491.06
2. Purchased concessions, industrial property rights and similar rights and values as well as licenses to such rights and values					1,616,132.82
3. advance payments made					23,305.35
II. Tangible assets					
1. Other equipment, fixtures and fittings					1,437,770.00
III. financial investments					
1. Shares in affiliated companies					1,312,943.67
2. Loans to affiliated companies					16,452,740.78
3. Holdings					0.00
4. Loans to companies with which an investment relationship exists					0.00
5. Other Loans					0.00
total					24,766,383.68

### Result appropriation decision:

#### 1. Appropriation of Earnings

The general meeting of ControlExpert GmbH resolves the appropriation of earnings for the 2020 financial year as follows:

The annual deficit of €4,154,650.99 will be carried forward to new account.

### INDEPENDENT AUDITOR'S REPORT

To ControlExpert GmbH, Langenfeld

#### audit opinions

We have the annual financial statements of ControlExpert GmbH, Langenfeld, - consisting of the balance sheet as of December 31, 2020 and the income statement for the financial year from January 1 to December 31, 2020 and the appendix, including the presentation of the accounting and Valuation methods - checked. In addition, we have audited the management report of ControlExpert GmbH for the fiscal year from January 1 to December 31, 2020.

According to our assessment based on the knowledge gained during the audit

- The attached annual financial statements comply in all material respects with German commercial law and, in compliance with German generally accepted accounting principles, provide a true and fair view of the company's net assets and financial position as of December 31, 2020 and its results of operations for the financial year from January 1, 2020 until December 31, 2020 and
- the attached management report as a whole provides an accurate picture of the company's position. In all material respects, this management report is consistent with the annual financial statements, complies with German legal requirements and appropriately presents the opportunities and risks of future development. Our audit opinion on the management report does not cover the content of the corporate governance statement mentioned above.

In accordance with Section 322 (3) sentence 1 HGB, we declare that our audit has not led to any objections to the regularity of the annual financial statements and the management report.

#### Basis for the test results

We conducted our audit of the annual financial statements and the management report in accordance with Section 317 of the German Commercial Code, taking into account the German generally accepted auditing principles established by the Institute of Public Auditors in Germany (IDW). Our responsibility under those regulations and standards is further described in the "Auditor's responsibility for the audit of the financial statements and management report" section of our auditor's report. We are

independent of the company in accordance with the requirements of German commercial and professional law, and we have fulfilled our other German professional responsibilities in accordance with these requirements. We believe

#### **Responsibility of the legal representatives and the advisory board for the annual financial statements and the management report**

The legal representatives are responsible for the preparation of the annual financial statements, which comply with the German commercial law provisions in all material respects, and for the fact that the annual financial statements, in compliance with the German principles of proper accounting, give a true and fair view of the net assets, financial position and results of operations of the society conveys. Furthermore, the legal representatives are responsible for the internal controls which they have determined, in accordance with the German principles of proper accounting, to be necessary in order to enable the preparation of annual financial statements that are free from material - intentional or unintentional - misstatements.

In preparing the annual financial statements, the legal representatives are responsible for assessing the company's ability to continue as a going concern. They also have the responsibility for disclosing, as applicable, matters related to going concern. In addition, they are responsible for financial reporting based on the going concern basis of accounting, provided no actual or legal circumstances conflict therewith.

In addition, the legal representatives are responsible for preparing the management report, which as a whole provides a suitable view of the company's position and is consistent with the annual financial statements in all material respects, complies with German legal requirements and suitably presents the opportunities and risks of future development. Furthermore, the legal representatives are responsible for the precautions and measures (systems) they have deemed necessary to enable the preparation of a management report in accordance with the applicable German legal provisions and to provide sufficient suitable evidence for the statements in the management report can.

The Advisory Board is responsible for overseeing the company's accounting process for the preparation of the annual financial statements and the management report.

#### **Auditor's responsibility for the audit of the annual financial statements and the management report**

Our objective is to obtain reasonable assurance as to whether the annual financial statements as a whole are free from material - intentional or unintentional - misstatements and whether the management report as a whole provides a suitable view of the company's position and, in all material respects, with the annual financial statements and is consistent with the findings obtained in the audit, complies with German legal requirements and appropriately presents the opportunities and risks of future development, as well as to issue an auditor's report which contains our audit opinions on the annual financial statements and on the management report.

Adequate assurance is a high level of assurance, but is no guarantee that an audit conducted in accordance with Section 317 of the German Commercial Code, taking into account the German principles of proper auditing established by the Institut der Wirtschaftsprüfer (IDW) will always uncover a material misstatement. Misstatements may arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these financial statements and management report.

During the audit, we exercise professional judgment and maintain a critical attitude. Over and beyond

- We identify and assess the risks of material - intentional or unintentional - misstatements in the annual financial statements and in the management report, plan and perform audit procedures in response to these risks, and obtain audit evidence that is sufficient and appropriate to serve as a basis for our audit opinions. The risk of not detecting a material misstatement resulting from fraud is greater than that arising from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- We gain an understanding of the internal control system relevant to the audit of the annual financial statements and the precautions and measures relevant to the audit of the management report in order to plan audit procedures that are appropriate in the given circumstances, but not with the aim of providing an audit opinion on the effectiveness of these systems of society.
- We evaluate the appropriateness of the accounting methods used by the legal representatives and the justifiability of the estimated values presented by the legal representatives and the related disclosures.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that cast significant doubt on the Company's ability to continue as a going concern can raise. If we conclude that there is a material uncertainty, we are required to draw attention to the related disclosures in the financial statements and management report in the auditor's report or, if such disclosures are inappropriate, to modify our respective audit opinion. We base our conclusions on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to be able to continue as a going concern.
- We evaluate the overall presentation, the structure and the content of the annual financial statements, including the disclosures, and whether the annual financial statements present the underlying transactions and events in such a way that the annual financial statements, in compliance with the German principles of proper accounting, give a true and fair view of the assets, financial and earnings situation of the company.
- We assess the consistency of the management report with the annual financial statements, its compliance with the law and the view it conveys of the company's situation.
- we perform audit procedures on the future-oriented information presented by the legal representatives in the management report. On the basis of sufficient appropriate audit evidence, we evaluate, in particular, the significant assumptions used by the executive directors as a basis for the prospective information, and evaluate the proper derivation of the prospective information from these assumptions. We do not provide a separate audit opinion on the future-oriented information and the underlying assumptions. There is a substantial unavoidable risk that future events will differ materially from the prospective information.

We discuss with those charged with governance, among other things, the planned scope and timing of the audit and significant audit findings, including any deficiencies in the internal control system that we identify during our audit.

**Munich, July 23, 2021**

**PricewaterhouseCoopers GmbH**  
auditing company  
*Christine Keller, auditor*  
*Michael Kilbinger, Chartered Accountant*