

Dynastar AG, Zurich

Half-year financial statements for
the period from 1 January 2019 to
30 June 2019

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Statement of profit and loss and comprehensive income for the period from 1 January 2019 to 30 June 2019 and from 1 January 2018 to 31 December 2018

Statement of income and retained earnings	Notes	1.1.2019 – 30.6.2019	1.1.2018 – 31.12.2018
		CHF	CHF
Revenue			
Service Revenues	3	0.00	0.00
Other income	4	0.00	000
		<hr/>	<hr/>
Total revenue		0.00	0.00
Board of directors fee		-6'000.00	-6'050.00
Office rent		-1'800.00	-2'600.00
Administrative expenses		-2'923.23	-61'222.83
Other expenses		0.00	-640.36
		<hr/>	<hr/>
Operating loss		-10'723.20	-70'513.19
Finance expenses	5	-2'977.28	-112.50
Finance income	6	0.00	0.00
		<hr/>	<hr/>
Loss before tax		-13'700.51	-70'625.69
Tax	7	0.00	-560.00
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Loss for the year		-13'700.51	-71'185.69
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Statement of financial position as of 30 June 2019 and 31 December 2018

Statement of financial position	Notes	30.6.2019	31.12.2018
		CHF	CHF
Assets			
Current assets			
Trade and other receivables	9	1'056.21	0.00
Cash and cash equivalents	8	241'333.46	261'390.18
Total Assets		242'389.67	261'390.18
Equity and Liabilities			
Equity			
Share Capital		325'000.00	325'000.00
Legal Reserves		92.00	92.00
Accumulated loss / profit		-69'473.12	1'712.57
Loss		-13'700.51	-71'185.69
Total Equity		241'918.37	255'618.88
Current Liabilities			
Trade and other payables	11	0.00	1'800.00
Current tax liabilities		471.30	471.30
Accrued charges	10	0.00	3'500.00
Total Liabilities		471.30	5'771.30
Total Equity and Liabilities		242'389.67	261'390.18

Statement of changes in equity as of 30 June 2019 and 31 December 2018

	Share capital	Retained Earnings	Legal reserves	TOTAL
Balance as at 31 December 2016	100'000.00	22.00	415.67	100'437.67
Profit for the year	0.00	0.00	1'366.90	1'366.90
Capital increase	225'000.00	0.00	0.00	225'000.00
Dividends	0.00	0.00	0.00	0.00
Balance as at 31 December 2017	325'000.00	22.00	1'782.57	326'804.57
Loss for the year	0.00	0.00	-71'185.69	-71'185.69
Allocation to legal reserves	0.00	70.00	-70.00	0.00
Dividends	0.00	0.00	0.00	0.00
Balance as at 31 December 2018	325'000.00	92.00	-69'473.12	255'618.88
Loss for the period	0.00	0.00	-13'700.51	-13'700.51
Balance as at 30. June 2019	325'000.00	92.00	-83'173.63	241'918.37

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Statement of cash flows for the period ended 30 June 2019 and 31 December 2018

Statement of cash flows	Notes	30.06.2019	31.12.2018
		CHF	CHF
Cash flows from operating activities			
Loss of the period		-13'700.51	-71'185.69
Increase / decrease in trade and other receivables		-1'056.21	7'160.00
Decrease / increase in trade and other payables		-1'800.00	1'800.00
Decrease / increase of accrued charges		-3'500.00	6.30
		<hr/>	<hr/>
Net cash from operating activities		-20'056.72	-62'219.39
Cash flows from investing activities			
Proceeds from sale of equipment		0.00	0.00
Purchase of equipment		0.00	0.00
		<hr/>	<hr/>
Net cash from investing activities		0.00	0.00
Cash flows from financing activities			
Capital increase		0.00	0.00
Dividends paid		0.00	0.00
		<hr/>	<hr/>
Net cash from financing activities		0.00	0.00
Net decrease in cash and cash equivalents		-20'056.72	-62'219.39
Cash and cash equivalents at beginning of period		261'390.18	323'609.57
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Cash and cash equivalents at end of period		241'333.46	261'390.18
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Notes to the financial statements

1. Nature of operations

The principal activities of Dynastar AG are the acquisition, the management, the placement and the disposal of investments in Companies as well as to provide the related financing activities.

2. Basis of preparation and accounting policies

These financial statements of Dynastar AG for the period ended 30 June 2019 have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs) issued by the International Accounting Standards Board (IASB). The financial statements have been prepared on the historical basis and incorporate the principal policies set out below.

The financial statements are presented in Swiss Francs.

The company is a limited liability company incorporated and domiciled in Switzerland. The address of its registered office and principle place of business is Gerechtigkeitsgasse 25, 8001 Zurich, Switzerland. The company is managed by Dr. M. Gubser, who is the Board of Director of the company. Ultimate Beneficial Owner is R. Felder.

2.1 Revenue recognition

Revenue is measured at the air value of the consideration received or receivable and represents the amounts receivable for services provided in the normal course of business, net of discounts, volume rebates and sales-related taxes.

Rendering of services

Revenue is recognised with reference to the stage of completion provide that the amount of revenue and its related costs can be measured reliably, and it is probable that the economic benefits associated with the transaction will flow the company.

Interest and dividend income

Interest income is recognised on an accrual basis using the effective interest method. Dividend income is recognised at the time the right to receive payment is established.

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2.2 Borrowing costs

All borrowing costs are expensed in the period in which they are incurred.

2.3 Taxation

Current tax assets and liabilities

Current tax for current or prior periods is, to the extent unpaid, recognised as a liability. If the amount already paid in respect of current or prior periods exceeds the amount due for those periods, the excess is recognised as an asset, limited to the extent that it is probable that taxable profits will be available against which those deductible temporary difference can be utilised.

Tax Expense

Income tax expense represents the sum of the tax currently payable and deferred tax movement for the current period. The tax currently payable is based on taxable profit of the year.

2.4 Financial Instruments

Initial Measurements

Financial measurements are initially measured at the transaction price (this included cost except in the initial measurement of financial assets and liabilities that will be measured at fair value through profit or loss). If, however the arrangement constitutes a financing transaction it is then measured at the present value of the future payments, discounted at a market related interest rate.

Trade and other receivable

Most sales are made on the bases of normal credit terms, and the receivable do not bear interest. Where credit is extended beyond normal credit terms, receivables are measured at amortised cost using the effective interest method. At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in profit or loss.

Trade payables

Trade payables are obligations on the basis of normal credit terms and do not bear interest. Trade payables denominated in a foreign currency are translated into Swiss Francs using the exchange rate at the reporting date. Foreign exchange gains or losses are included in other income or other expenses.

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2.5 Provisions and contingencies

Provisions are recognised when the company has an obligation at the reporting date as a result of a past event; it is probable that the company will be required to transfer economic benefits in settlement; and the amount of the obligation can be estimated reliably.

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks to a specific obligation. The increase in the provision due to the passage of time is recognised as interest expense.

Provisions are not recognised for future operating losses.

Contingent assets and contingent liabilities are not recognised.

2.6 Equity reserves and dividend payments

Share capital represents the nominal value of shares that have been issued. Share premium includes any premium over par value received on the issue of share capital. Any transactions costs associated with the issue of shares are deducted from share premium, net of any related income tax benefits.

Accumulated loss / profit includes all current and prior period retained losses and profits.

3. Revenue

	1.1.2019 – 30.6.2019	1.1.2018 – 31.12.2018
Service Revenues	0.00	0.00
Total Revenues	<u>0.00</u>	<u>0.00</u>

4. Other income

	1.1.2019 – 30.6.2019	1.1.2018 – 31.12.2018
Reversal of accruals	0.00	0.00
Total other income	<u>0.00</u>	<u>0.00</u>

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5. Finance Expenses

	1.1.2019 – 30.6.2019	1.1.2018 – 31.12.2018
Bank charges	2'977.28	112.50
Total Finance Expenses	<u>2'977.28</u>	<u>112.50</u>

6. Finance Income

	1.1.2019 – 30.6.2019	1.1.2018 – 31.12.2018
Interest on securities	0.00	0.00
Exchange gains on securities	0.00	0.00
Total Finance Income	<u>0.00</u>	<u>0.00</u>

7. Income tax expenses

	1.1.2019 – 30.6.2019	1.1.2018 – 31.12.2018
Current tax	0.00	560.00
Deferred tax	0.00	0.00
Total income tax expenses	<u>0.00</u>	<u>560.00</u>

As the company realised a loss in the period from 1.1.2019 – 30.6.2019 no income tax was calculated. In 2018 the company realised a loss too, therefore only minimum tax on capital was recorded.

8. Cash and cash equivalents

	30.06.2019	31.12.2018
Cash at bank	241'333.46	261'390.18
Total cash and cash equivalents	<u>241'333.46</u>	<u>261'390.18</u>

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9. Trade and other receivables

	30.06.2019	31.12.2018
Input tax compensation	1'056.21	0.00
Total trade and other receivables	<u>1'056.21</u>	<u>0.00</u>

10. Accrued charges

	30.06.2019	31.12.2018
Audit fees	0.00	2'500.00
Accounting Services	0.00	1'000.00
Total accrued charges	<u>0.00</u>	<u>3'500.00</u>

11. Trade and other payables

	30.06.2019	31.12.2018
Office rent	0.00	1'800.00
Total trade and other payables	<u>0.00</u>	<u>1'800.00</u>

12. Related party transactions

The company's related parties include its associates and key management personnel. None of the transactions incorporate special terms and conditions and no guarantees were given or received. Outstanding balances were unsecured and are usually settled in cash.

Transactions with associates

No transactions with associates happened during the periods from 1 January 2019 to 30 June 2019 and from 1 January 2018 to 31 December 2018.

There were no outstanding balances at 30 June 2019 and 31 December 2018.

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Transactions with key management personnel

Transactions with key management personnel (M. Gubser) during the period from 1 January 2019 to 30 June 2019 includes the board of director's fee of CHF 6'000.00. The fee was paid to LEGAFIN GmbH which is fully owned by Mr. Gubser. There was no outstanding balance at 30 June 2019.

Transactions with key management personnel (M. Gubser) in 2018 includes the board of director's' fee of CHF 6'050.00. The fee was paid to LEGAFIN GmbH which is fully owned by Mr. Gubser. There was no outstanding balance at 31 December 2018.