

Annual Report

2020



Commercial register: Berlin-Charlottenburg
Commercial register number: HRB 190230 B

The share

Nominal capital	15.050.000,00 EUR	
Classes of shares	Bearer shares	
WKN / ISIN	A11QLU / DE000A11QLU3	
Number of shares	15.050.000	
Stock symbol	UDC	
Listing	Munich stock exchange Frankfurt stock exchange	
Stock market segment	m:access	Open Market
First trading day	6th March 2018	7th March 2018
Designated Sponsor, Listing Partner, Specialist	mwb fairtrade Wertpapierhandelsbank AG	

The bond

Nominal amount	up to 20,000,000.00 EUR
Interest coupon	6.5%
Bond class	Owner bond
WKN / ISIN	A254PV / DE000A254PV7
Listing	Frankfurt stock exchange
First trading day	December 17, 2019
Specialist	Wolfgang Steubing AG

Content	Page
Letter to the Shareholders	1
Report of the Supervisory Board	2
Group Management Report	4
IFRS Consolidated Financial Statements	10
Notes to the Consolidated Financial Statements	16
Auditors' Report	31
Imprint / Editorial Comment	35

Letter to the Shareholders

Dear Shareholders,

Dear Sirs and Madames,

the international B2B brokerage for communication and entertainment electronics with a focus on high-priced smartphones from leading manufacturers such as Apple and Samsung again developed dynamically in 2020, as in previous years. Further developments were achieved in the rehabilitation technology business. Sales rose by 13% from EUR 358.52 million to EUR 404.81 million.

Once again UniDevice succeeded in increasing the annual surplus disproportionately as in previous years. It was increased by more than 59% from EUR 2.21 million to EUR 3.51 million.

In the first quarter of 2021 UniDevice achieved an increase in the period surplus compared to the same period of the previous year by 20% from EUR 0.71 million to EUR 0.85 million.

We are therefore confident that we will be able to generate another good result for our shareholders in 2021. Under the current framework conditions, we are aiming for sales growth of around 12% to more than EUR 452 million and annual surplus growth of around 18% to more than EUR 4 million.

At this point I can once again thank the employees for their high level of commitment. I would like to thank the members of the Supervisory Board for the good cooperation.



Dr. Christian Pahl

(CEO)

May 2021

Report of the Supervisory Board

1. Supervision of the management and cooperation with the board

In the 2020 financial year, the Supervisory Board of UniDevice AG diligently fulfilled the duties assigned to it by law and the Articles of Association. The management of the company was supervised by the Supervisory Board. The Executive Board was advised in its activities by the Supervisory Board in the context of the exercise of control rights. The Supervisory Board was involved by the Management Board in all decisions that were of fundamental importance to the company. The Executive Board regularly informed the Supervisory Board verbally, by telephone and in writing, promptly about the significant events in the course of business, the economic situation of the Company and the Group, corporate planning and investment measures. The Supervisory Board was able to convince itself of the correctness of the management.

2. Meetings, consultations and resolutions

The 2019 annual financial statements were adopted by the Supervisory Board at the meeting on May 13, 2020. The Supervisory Board held five ordinary meetings in the 2020 financial year (March 27, May 13, May 15, July 24, October 27). All meetings were conclusive. The following topics were at the center of the meetings:

- the strategic development and its operational implementation
- the current competitive, organizational and personnel situation

Further informal meetings or telephone conferences were held between the supervisory board and the executive board to discuss new significant business policy developments.

3. Financial Statements

The Supervisory Board convinced itself of the correctness of the management. The consolidated financial statements prepared by the Board of Management and the consolidated management report of UniDevice AG for the financial year ended December 31, 2020, were audited by the auditors appointed by the Supervisory Board, Harry Haseloff, Berlin, and given an unqualified audit opinion.

The audit of the UniDevice AG annual financial statements 2020 also did not give rise to any objections on the part of the auditor, auditor Harry Haseloff, so that an unqualified audit certificate was issued.

The annual financial statements prepared, the consolidated financial statements, the consolidated management report of UniDevice AG and the proposal for the appropriation of the balance sheet profit were submitted to each member of the Supervisory Board prior to the balance sheet meeting on May 12, 2021. At the balance sheet meeting on May 12, 2021, the auditor reported on the main findings of his audit and was available for questions from the members of the Supervisory Board.

We accepted the result of the audit of the auditor at the Supervisory Board meeting on May 12, 2021 with approval.

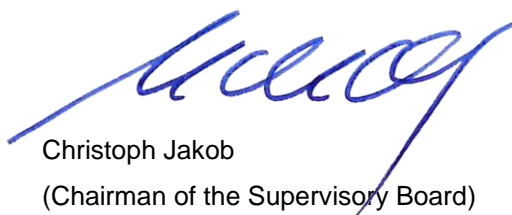
4. Composition of the Supervisory Board

In the period from January 1, 2020 to December 31, 2020, the Supervisory Board consisted of the members of the Supervisory Board: Mr. Christoph Jakob (Chairman), Mr. Peter Marggraff (Vice Chairman), Dr. Arno Schimpf (Member).

5. Others

The Supervisory Board thanks Dr. Christian Pahl for the successful management of the UniDevice Group in 2020. The Supervisory Board would like to thank all employees of the UniDevice Group for their commitment in the past financial year.

Berlin, the 12th May 2021



Christoph Jakob
(Chairman of the Supervisory Board)

Group Management Report

2020

- I. Basis of the group
- II. Economic report
- III. Events after the balance sheet date
- IV. Outlook
- V. Chances- and Risk Report

I. Basis of the group

The UniDevice group is active with PPA International AG in international B2B brokerage and international wholesale of electronic devices in the areas of entertainment and communication, and with UniService GmbH it has a service company for logistics and administration. The focus of business activities is on the growth markets of electronic devices from the areas of entertainment and communication. UniDevice AG is active in the rehabilitation technology business with SaniSolutions GmbH (100% subsidiary of UniDevice AG) with three locations nationwide. The aim is to support the further growth and profitability of the company in the medical technology sector. This technology area is still of minor importance. Overall, the UniDevice Group is active in the sale of technical devices.

II. Economic report

Business development

The UniDevice Group sells technical devices. Sales increased to EUR 404.81 million in 2020 (previous year: EUR 358.52 million). Sales increased by 12.91% (previous year: 12.98%). The increase in sales in 2020 was supported by an increase in the liquidity available for trading. During the year, a bank working capital credit line was increased from EUR 5.00 million (previous year) to EUR 8.00 million. Management loans increased to EUR 6.10 million (previous year: EUR 4.30 million). The net profit for the year 2020 was EUR 3.51 million (previous year EUR 2.21 million).

As in the previous year, the procurement took place internationally from distributors and dealers. The increased purchasing volume and the improved liquidity situation (increase in the bank operating funds credit line; increase in Management loans) enabled the realization of purchasing advantages..

Earnings situation

The company's sales were mainly generated with technical devices. The cost of materials in relation to the sales of the corporate group decreased to 97.40% (98.08% in the previous year). The personnel cost ratio increased to 0.57% (0.24% in the previous year). Other operating expenses were relatively constant with 0.80% of sales (0.80% in the previous year). The operating result (EBIT, earnings before taxes and interest) increased to 1.27% of sales (0.97% in the previous year). In connection with the growth in sales, the operating result (EBIT, earnings before taxes and interest) rose by 47.18% from EUR 3.48 million (previous year) to EUR 5.13 million. A key driver of the improved earnings situation is the improved liquidity situation, which led to purchasing advantages.

Financial situation

The UniDevice Group's financial position can be described as very stable. Financial management is designed to always settle liabilities within the payment period and to collect receivables within the payment terms. The capital structure of the UniDevice group is stable. Equity increased from EUR 18.88 million in the previous year to EUR 20.75 million. The equity ratio decreased from

68.90% in 2019 to 56.33% in 2020. We have higher credit lines than we use on average. The bond liability is EUR 3.41 million and 9.26% of the balance sheet total. All liabilities can always be paid within the payment terms. PPA International AG essentially receives the bond money as part of an intercompany loan and has to pay an interest rate of 6.5% to UniDevice AG. Other loans granted by UniDevice AG to PPA International AG bear interest at 6.0% per annum. All liabilities can always be settled within the payment terms.

Capital structure

The credit terms of the Oldenburgische Landesbank for the credit line in the amount of EUR 8.00 million differ according to the term used. Money that is used for a whole month in advance is 0.99% cheaper annually than money that can be used variably on a daily basis (2.99% per annum). UniDevice AG's credit condition is 6.00% per annum for funds that are lent to PPA International AG separately from the funds from the bond raised (UniDevice AG).

The interest rate that UniDevice AG has to pay to bond investors is 6.5% and therefore requires PPA International AG to pass on this interest rate.

Assets situation

The UniDevice Group's financial position is good. Trade receivables decreased from EUR 7.32 million to EUR 5.85 million in the financial year. Inventories increased to EUR 12.38 million compared to the previous year's reporting date (previous year: EUR 1.68 million). Fixed assets rose from EUR 70.42 thousand to EUR 282.29 thousand. As of the reporting date, the UniDevice group had liquid funds of EUR 0.86 million (previous year: EUR 1.32 million).

Financial key performance indicator

For internal corporate management, we use the gross margin indicator (sales revenue less cost of materials). The gross margin increased by 53.47% (previous year: 60.13%) from EUR 6.87 million (1.92% of sales) to EUR 10.54 million (2.60% of sales). We also use the EBIT key figure for internal corporate management (operating result, profit before taxes and interest). The EBIT amounts to EUR 5.13 million; 1.27% of sales (previous year: EUR 3.48 million; 0.97% of sales). The UniDevice Group works profitably and the overall economic situation can be described as good.

III. Events after the balance sheet date

SaniSolutions GmbH performed essential work for the introduction and certification of ISO 13485: 2016 as well as the creation of technical documentation and risk analyzes according to the new MDR requirements in 2020 and in the first quarter of 2021. On May 12, 2021, SaniSolutions GmbH received the certificate for ISO 13485: 2016.

IV. Outlook

We assess the expected development of the UniDevice Group positively. The international B2B brokerage and international wholesale of electronic devices from the areas of entertainment and communication continues to offer great growth potential. There is also considerable growth

potential for the rehabilitation technology area. SaniSolutions GmbH is one of the still very small number of specialist suppliers who already meet the requirements of the new MDR that will apply from May 2021 and are therefore future-proof.

However, the development of the state coercive measures in the further course of the financial year 2021 and their influence on the ability to be economically active is difficult to assess. Despite the increasing number of vaccinations and controls on the movement profiles of the population, there are curfews for the population, occupational bans, visitor restrictions and visitor bans.

Taking these uncertainties into account, we expect an increase in sales volume of around 12% (as in the two previous years) and an increase in net income of around 18% in the 2021 financial year on the basis of the existing liquidity situation. Changes in the sales mix and further purchase price improvements appear as possible drivers of disproportionate profit growth. The expectation of business development is based on the business figures for the first quarter of 2021 and the month of April 2021. Due to a change in the sales mix, sales fell by 9%, while the period surplus rose by 20% in the first quarter of 2021. In month April 2021 a normalization of the sales mix and an increase in sales compared to the same month last year was observed.

V. Chances- and Risk Report

Chances

The number of smartphones sold in Germany was 22.1 million in 2020. Compared to the previous year, market sales remained unchanged. For the year 2021, sales of 22.1 million devices are also expected (source: statista). After the rapid growth of the smartphone market at the beginning of the 2010s, the growth has cooled in recent years. 2019 was the fourth year in a row that sales figures even fell slightly. The previous record of 26.2 million smartphones sold was set in 2015 (source: statista).

The smartphone manufacturers are constantly offering new products (price development of mobile phones sold in Germany: 2017 - 504 EUR, 2018 - 510 EUR, 2019 - 525 EUR, 2020 - 499 EUR. Source: statista). In 2020, the average price fell for the first time compared to the price development in 2017-2019.

The scope of the opportunities for PPA International AG is greater than the growth in the sector for electronic devices from the entertainment and communication sectors, as the business model of B2B brokerage and international wholesaling with an improved liquidity situation enables significant purchasing advantages to be achieved.

Industry-specific risks

The market for entertainment and communication electronic devices is constantly changing. The group continuously monitors market changes and immediately adjusts to changing market conditions. A high turnover rate reduces the risk of unexpected changes in the value of goods.

The market for rehabilitation technology is subject to increasing regulatory requirements. The group of companies allocates the necessary resources to meet the increasing regulatory requirements.

Profit-related risks

The market share in the communications area was expanded in the year under review. The competition risks may increase due to new competitors in the industry. Our services offer cost and competitive advantages, so we assume that we can continue to expand our market share in the field of communication.

The fulfillment of increasing regulatory requirements in the field of medical technology (rehabilitation technology) costs working time and requires training for the further development of the work processes, the creation of the technical documentation required for medical devices according to medical device law, the creation of a complete risk management file according to ISO 14971 and the implementation of the qualified person. We assume that the associated increase in process quality can lead to competitive advantages.

Financial risks

The group's liquidity and equity situation is good. No liquidity risks are currently discernible. There are no significant currency risks that could affect the company's net assets, financial position and results of operations, since foreign currency payments are made immediately according to the calculated parameters. Deliveries of goods from foreign currency countries are processed within a very short period of time.

Risk management system

The UniDevice Group uses a risk management system that systematically identifies significant and endangered risks in order to evaluate their effects and to develop suitable measures. The aim of the risk management system is to avoid financial losses, failures or disruptions or to implement suitable countermeasures without delay. The Management Board and the Supervisory Board are informed at an early stage about risks as part of the risk management system. The monitoring of liquidity and earnings development are important aspects and parameters of the risk management system. Operational development is monitored on an ongoing basis in order to determine plan deviations in good time. The Management Board decides on the appropriate strategy and measures in the management of risks.

General statement

The constant change in the market for entertainment and communication electronic devices is a risk of future development. The market attractiveness and the pricing of electronic devices from entertainment and communication is subject to constant change.

The market for rehabilitation technology is subject to increasing regulatory requirements. Continuing education, training and process developments are to be carried out continuously.

The financial stability of the group of companies enables us to continue to manage the risks and to take advantage of the opportunities. There are currently no discernible risks that could endanger the continued existence of the company.

Schönefeld, May 3, 20210

A handwritten signature in blue ink, consisting of a stylized 'C' followed by a horizontal line.

Dr. Christian Pahl
(CEO)

IFRS Consolidated Financial Statements

2020

- I. Consolidated balance sheet
- II. Consolidated profit and loss summary account
- III. Consolidated cash flow statement
- IV. Consolidated equity change account
- V. Consolidated assets development

UniDevice AG consolidated balance sheet

December 31, 2020

(Accounting under IFRS)

ASSETS	Notes	2020 EUR	2019 EUR	LIABILITIES AND EQUITY	Notes	2020 EUR	2019 EUR
Cash	5.1.	863,637.90	1,319,605.23	Accruals	5.7.	2,220,875.96	1,349,686.37
Trade receivables	5.2.	5,847,939.83	7,315,726.94	Bank loan	5.8.	3,333,086.24	0.00
Inventory	5.3.	12,380,325.78	1,684,967.00	Trade payables	5.9.	796,017.06	365,986.86
Other short-term assets	5.4.	2,496,589.31	2,023,406.62	Other short-term liabilities	5.10.	125,776.98	289,056.18
Short-term assets		21,588,492.82	12,343,705.79	Short-term liabilities		6,475,756.24	2,004,729.41
Intangible assets	5.5.	12,798.00	0.00	Bond	5.11.	3,413,000.00	2,206,000.00
Company value	5.5.	14,950,000.00	14,950,000.00	Management loan	5.12.	6,184,828.17	4,304,023.45
Tangible assets	5.5.	282,290.99	70,418.99	Deferred taxes	5.13.	3,575.42	6,421.92
Deferred assets	5.6.	12,354.74	39,295.50	Prepaid expenses	5.14.	14,204.26	0.00
Long-term assets		15,257,443.73	15,059,714.49	Long-term liabilities		9,615,607.85	6,516,445.37
				Share capital		15,050,000.00	15,050,000.00
				Legal reserve		5,000.00	5,000.00
				Balance sheet profit		5,699,572.46	3,802,745.50
				Equity attributable to equity holders of UniDevice		20,754,572.46	18,857,745.50
				Non-controlling shareholders		0.00	24,500.00
				Equity		20,754,572.46	18,882,245.50
						56.33%	68.90%
TOTAL ASSETS		36,845,936.55	27,403,420.28	TOTAL LIABILITIES AND EQUITY		36,845,936.55	27,403,420.28

UniDevice AG consolidated profit and loss summary account

December 31, 2020

(Accounting under IFRS)

		2020	2019	
	Notes	EUR	EUR	
1. Sales	8.1.	404,808,939.13	358,524,668.39	12.91%
2. Other operating income	8.2.	397,710.93	794,951.23	
3. Cost of materials	8.3.			
Cost of purchased goods and services		-394,269,864.49	-351,657,567.87	
Gross Margin in %		10,539,074.64 2.60%	6,867,100.52 1.92%	53.47%
4. Labour cost	8.4.			
a) Salaries		-1,979,511.03	-770,880.47	
b) Social insurance contribution		-359,022.48	-87,358.35	
		-2,338,533.51	-858,238.82	
5. Depreciation / Amortisation of intangible and tangible assets	8.5.	-224,137.15	-444,004.78	
6. Other operational expenses	8.6.	-3,245,716.01	-2,875,402.46	
7. EBIT (earnings before interest and tax)		5,128,398.90	3,484,405.69	47.18%
in %		1.27%	0.97%	
8. Interest and similar income	8.7.	149,299.60	1,166.74	
9. Interest and similar expenses	8.8.	-604,626.60	-317,993.20	
10. Financial result		-455,327.00	-316,826.46	
11. EBT (earnings before tax)		4,673,071.90	3,167,579.23	47.53%
in %		1.15%	0.88%	
12. Income tax	8.9.	-1,163,106.50	-960,075.33	
13. Net profit		3,509,965.41	2,207,503.91	59.00%
in %		0.87%	0.62%	

UniDevice AG consolidated cash flow statement

for the period from 1 January to 31 December 2020

(Accounting under IFRS)

	2020	2019
	EUR	EUR
Period result	3,509,965.40	2,207,503.90
Depreciation on fixed assets	73,797.15	30,239.78
Change in trade receivables	1,467,787.11	-2,213,919.74
Change in inventory	-10,695,358.78	3,497,107.00
Change in other short-term assets	-473,182.69	-1,721,805.87
Change in other deferred assets	26,940.76	-17,177.65
Change in short-term accruals	871,189.59	506,766.20
Change in trade payables	430,030.20	-1,394,070.17
Change in other short-term payables	-163,279.20	-141,614.11
Interest expenses / income	455,327.00	316,826.46
Loss from the disposal of fixed assets	-6,187.00	33,551.00
Currency differences	-19,391.68	0.00
Cash Flow from operating activities	-4,522,362.14	1,103,406.80
Payments for investments in fixed assets	-285,669.15	-99,662.78
Payments in connection with the acquisition of consolidated companies	-560,000.00	0.00
Cash Flow from investment activities	-845,669.15	-99,662.78
Change in management loans	1,880,804.72	-613,316.74
Change in bond	1,207,000.00	2,206,000.00
Change in bank loans	3,333,086.24	-1,017,730.48
Interest expenses / income	-455,327.00	-266,826.46
Dividend payment	-1,053,500.00	0.00
Cash Flow from financing activities	4,912,063.96	308,126.32
Cash Flow	-455,967.33	1,311,870.34
Cash and cash equivalents on 1 January 2019 / previous year	1,319,605.23	7,734.89
Cash and cash equivalents on 31 December 2019 / previous year	863,637.90	1,319,605.23
Change in cash and cash equivalents	-455,967.33	1,311,870.34

UniDevice AG consolidated equity change account

December 31, 2020

(Accounting under IFRS)

	Share capital EUR	Legal reserve EUR	Balance sheet profit EUR	Non-controlling shareholders EUR	Total Equity EUR
1. As of 1 January 2020	15,050,000.00	5,000.00	2,189,607.06		17,244,607.06
2. Period income			3,509,965.40		3,509,965.40
3. Non-controlling shareholders					0.00
4. As of 31 December 2020	15,050,000.00	5,000.00	5,699,572.46	0.00	20,754,572.46

UniDevice AG - consolidated assets development

December 31, 2020

(Accounting under IFRS)

	Acquisition cost	Addition	Disposal	Acquisition cost	Depreciation	Addition	Depreciation	Book value
	December 01, 2020			December 31, 2020	December 01, 2020		December 31, 2020	December 31, 2020
	EUR	EUR	EUR	EUR	EUR	EUR	EUR	EUR
I. Intangible Assets								
1. Software		17,338.00		17,338.00		4,540.00	4,540.00	12,798.00
2. Company value	14,950,000.00			14,950,000.00				14,950,000.00
II. Participation								
1. Participation	25,500.00		25,500.00	0.00				0.00
III. Fixed Assets								
1. Lands, land same rights and buildings	9,854.96		202.00	9,652.96	758.97	202.00	960.97	8,691.99
2. Other plants, plant and equipment, office equipment	154,382.53	354,530.91	73,199.76	435,713.68	93,059.53	69,055.15	162,114.68	273,599.00
Fixed Assets	164,237.49	354,530.91	73,199.76	445,366.64	93,818.50	69,257.15	163,075.65	282,290.99
Total	15,139,737.49	371,868.91	98,699.76	15,412,704.64	93,818.50	73,797.15	167,615.65	15,245,088.99

Notes to the Consolidated Financial Statements

2020



Commercial register: Berlin-Charlottenburg
Commercial register number: HRB 190230 B

1 General information

UniDevice AG is a corporation registered in the Federal Republic of Germany. The company is registered in the commercial register of the district court Berlin-Charlottenburg under HRB 190230 B and is based in Berlin. The address of the company headquarters is: Mittelstraße 7, 12529 Schönefeld. UniDevice AG is the parent company (100%) of PPA International AG, Schönefeld, UniService GmbH, Schauenburg, SaniSolutions GmbH, Schauenburg. The consolidated financial statements and the group management report are prepared by UniDevice AG on the basis of the International Financial Reporting Standards (IFRS) as they are to be applied in the European Union and the supplementary commercial law provisions to be applied pursuant to Section 315e (1) of the German Commercial Code. New IFRS are generally applied from the date of their entry into force.

In connection with a capital increase in kind carried out at UniDevice AG, which was entered in the commercial register on December 4, 2017, UniDevice AG took over all shares in PPA International AG. PPA International AG is active in the international wholesaling of electronic devices for entertainment and communication. The share capital of PPA International AG amounts to EUR 50,000.00. PPA International AG has its own business operations within the meaning of IFRS 3. After deducting the identifiable net assets (assets minus liabilities), goodwill in the amount of EUR 14,950 thousand has resulted. The consideration transferred includes benefits from expected sales growth and future market developments. These advantages, which cannot be accounted for separately from goodwill, add up to the goodwill.

The accounting and valuation was carried out under the assumption of going concern. The consolidated financial statements are prepared for the reporting date of the annual financial statements of the parent company, which is also the reporting date of all consolidated subsidiaries. The balance sheet of the UniDevice Group has been prepared according to maturity criteria, with assets and liabilities expected to be realized or redeemed within twelve months of the balance sheet date being classified as current in accordance with IAS 1. Deferred tax assets and deferred tax liabilities are fully disclosed under non-current assets or non-current liabilities in accordance with IAS 1.56. The income statement is prepared as part of the statement of comprehensive income using the total cost method.

2 Consolidated group

In addition to UniDevice AG, PPA International AG, Schönefeld, UniService GmbH, Schauenburg, and SaniSolutions GmbH, Schauenburg, were included in the consolidated financial statements of UniDevice AG for the current financial year from January 1 to December 31, 2020.

The consolidations carried out are as follows:

- PPA International AG (as of 31 December 2017, effective date of first-time consolidation)
- UniService GmbH (as of 1 June 2019, effective date of first-time consolidation)
- SaniSolutions GmbH (as of 1 January 2020, effective date of first-time consolidation)

The participation rates of UniDevice AG in the subsidiaries as of the reporting date are as follows:

Name and registered office of the company	Participation rate %
PPA International AG, Schönefeld	100,00
UniService GmbH, Schauenburg	100,00
SaniSolutions GmbH, Schauenburg	100,00

3 Consolidation principles

The annual financial statements of all Group companies are prepared on the basis of uniform accounting and valuation methods as of the reporting date of UniDevice AG (parent company).

The acquisition of business operations is accounted for using the acquisition method. The consideration transferred in a business combination is measured at fair value. Costs associated with the business combination were recognized in profit or loss when incurred. The identifiable assets and liabilities acquired were measured at their fair values, with the exception of deferred tax assets and deferred tax liabilities. Deferred tax assets and deferred tax liabilities were recorded and measured in accordance with IAS 12 "Income Taxes". The goodwill represents the surplus of the sum of the consideration transferred, the amount of all non-controlling interests in the acquiree and the balance of the amounts of the identifiable assets acquired and the liabilities assumed at the date of acquisition.

Receivables and liabilities between the consolidated companies as well as intercompany sales, other intragroup income and related expenses are consolidated. Intermediate results are eliminated.

Deferred taxation was carried out in accordance with IAS 12 to consolidate profit or loss to the extent that the divergent tax expense is likely to be offset in later financial years.

4 Estimates and assumptions

The preparation of the consolidated financial statements requires estimates and assumptions that may affect the amounts of assets, liabilities and financial obligations as of the balance sheet date, as well as the income and expenses of the year under review. Actual amounts may differ from these estimates and assumptions.

When applying the accounting and valuation methods, the Management Board exercises discretionary decisions. In addition, the acquisition of shares in PPA International AG required the impairment test of the goodwill acquired as of the balance sheet date. In order to test the recoverability of goodwill, it is necessary to determine the value in use of the cash-generating unit to which the goodwill has been allocated. The calculation of the value in use requires the estimation of future cash flows from the cash-generating unit and a suitable discount rate for the present value calculation. The determination of the fair value of assets and liabilities is based on management judgments.

The bases used by management for assessing the appropriateness of allowances on receivables are the maturity structure of accounts receivable balances, the creditworthiness of customers, and changes in payment terms. In the event of a worsening of customers' financial position, the extent of the actual write-offs may exceed the amount of the expected write-offs.

For each taxable entity, the expected actual income tax must be calculated, and the temporary differences arising from the different treatment of certain balance sheet items between the IFRS consolidated financial statements and the tax statements have to be assessed. If there are temporary differences, these differences generally lead to the recognition of deferred tax assets and liabilities in the consolidated financial statements. Management must make judgments when calculating actual and deferred taxes. Deferred tax assets are recognized to the extent that they are likely to be used. The use of deferred tax assets depends on the ability to generate sufficient taxable income within the relevant tax type. To assess the likelihood of future use of deferred tax assets, various factors must be considered, such as: Earnings situation in the past, operational planning and tax planning strategies. If the actual results deviate from these estimates or if these estimates are adjusted in future periods, these could adversely affect the net assets, financial position and results of operations. If there is a change in the impairment test for deferred tax assets, the recognized deferred tax assets must be written down through profit or loss.

5 Information on the consolidated balance sheet including the accounting and valuation methods

When preparing the financial statements of the associated Group companies, transactions denominated in currencies other than the functional currency (EUR) of the Group company are translated at the exchange rates prevailing on the date of the transaction. All monetary items denominated in foreign currency are translated at the closing rate on the balance sheet date. Non-monetary items denominated in foreign currencies that are measured at fair value must be translated at the rates that were valid at the time of measurement at fair value.

5.1 Cash and bank balances

Cash and bank balances are valued at acquisition cost. They include cash on hand, on-demand bank deposits and other short-term, highly liquid financial assets that have a maximum term of three months at the time of acquisition.

5.2 Trade receivables

Trade receivables totaling EUR 5,848 thousand (previous year: EUR 7,316 thousand) are measured using the effective interest method at amortized cost less any impairment. Impairments are recognized if there is an objective indication that the expected future cash flows have changed negatively as a result of one or more events that occurred after the initial recognition of the asset. The criteria that lead to an impairment of the trade receivables are based on the probability of default of the receivable and the expected creditworthiness of the customers.

5.3 Inventory

The inventories, which total EUR 12,380 thousand (previous year: EUR 1,685 thousand), show finished goods that were measured at cost. In accordance with IAS 2, all costs were included that were incurred in connection with the acquisition of the respective inventories. There were no borrowing costs to be capitalized. The application of IAS 11 is not relevant.

The group of companies uses the FIFO (first in, first out) consumption sequence procedure when calculating the valuation of inventories.

5.4 Other current assets

The other current assets, which total EUR 2,497 thousand (previous year: EUR 2,023 thousand), include deductible input tax amounts, prepaid expenses and accounts receivable by accounts payable.

5.5 Fixed assets and company value

Property, plant and equipment totaling EUR 282 thousand (previous year: EUR 70 thousand) as well as goodwill are recognized at cost using IAS 16 or IAS 38, but reduced by scheduled depreciation for temporary use. Where necessary, impairments reduce (amortized) acquisition cost. There was no revaluation of property, plant and equipment according to the option available under IAS 16.

Scheduled depreciation is linear. Depreciation corresponds to the course of consumption of the future economic benefit. Property, plant and equipment and intangible assets are depreciated on a straight-line basis over various useful lives (three to fifteen years).

In the event that the book value exceeds the expected recoverable amount, an impairment to this value is made in accordance with IAS 36. The recoverable amount is determined by the net sales proceeds or, if higher, the present value of the estimated future cash flows from the use of the asset.

Goodwill acquired in a business combination may not be amortized. Instead, the acquirer must allocate it to the Group's cash-generating units and, in accordance with IAS 36, test for impairment once or more frequently if events or changes in circumstances indicate that impairment may have occurred.

If the recoverable amount of a cash-generating unit is less than its carrying amount, the impairment loss is initially allocated to the carrying amount of the goodwill allocated to the unit and then pro rata to the other assets. Any impairment losses on goodwill are recognized directly in the income statement. An impairment loss recognized for goodwill may not be reversed in future periods. The goodwill of EUR 14,950 thousand reported in the consolidated balance sheet was fully allocated to the international wholesale trade in electronic entertainment and communication equipment of PPA International AG as a cash-generating unit.

5.6 Deferred assets

The active prepaid expenses, which total EUR 12 thousand (previous year: EUR 39 thousand), relate to prepaid insurance premiums and rents.

5.7 Other accruals

Other accruals totaling EUR 2,221 thousand (previous year: EUR 1,350 thousand) include accruals formed when the Group has a present, legal or actual obligation from a past event, the outflow of resources with economic benefits to fulfill that obligation is likely and a reliable estimate of the amount of the obligation is possible. Accruals are recognized at the amount that arises from the best estimate of financial expenses to meet the current obligation as of the balance sheet date.

The provision level is as follows:

	Jan. 01, 2020	Used	Released	Added	Dec. 31, 2020
Accruals	kEUR	kEUR	kEUR	kEUR	kEUR
Trade tax	536	258	0	409	687
Corporation tax	470	108	0	752	1,114
Personnel expense	64	62	0	97	99
Cost of auditing and annual financial statements	34	34	0	50	50
Storage	6	0	0	1	7
Other	240	178	1	203	264
	1,350	640	1	1,512	2,221

5.8 Bank loan

Liabilities to banks amount to EUR 3,333 thousand (previous year: EUR 0 thousand). As of the balance sheet date, working capital credit lines of Oldenburgische Landesbank in the amount of EUR 4,667 thousand were not drawn on.

5.9 Trade payables

Trade payables, which total EUR 796 thousand (previous year: EUR 366 thousand), are recognized at amortized cost using the effective interest method.

5.10 Other short-term liabilities

Other short-term liabilities, which total EUR 289 thousand (previous year: EUR 431 thousand), are recognized at amortized cost using the effective interest method. These are essentially wage and sales tax liabilities.

5.11 Bond

UniDevice AG issued a bond on December 17, 2019 with a term of 5 years until December 17, 2024 with a subscription volume of up to EUR 20,000 thousand. The coupon is 6.5%. The outstanding bond liability as of December 31, 2020 was EUR 3,413 thousand. The bond is traded on the Frankfurt Stock Exchange (WKN: A254PV / ISIN: DE000A254PV7).

5.12 Liabilities to management

Messrs. Hamed Sam Jam (member of the Management Board of PPA International AG, wholly owned subsidiary of UniDevice AG) and Peter Marggraff (deputy chairman of the UniDevice AG Supervisory Board) are economically lending PPA International AG loans to the amount of EUR 5,086 thousand as

of December 31, 2020 (previous year: EUR 3,662 thousand). The loans are unsecured and subordinate to the bank loan of the Oldenburgische Landesbank, they have an interest rate of 6% per annum. Dr. Christian Pahl (sole board member of UniDevice AG and board member of PPA International AG) granted PPA International AG various loans in 2020 that showed a balance of EUR 1,099 thousand on December 31, 2020 (previous year: EUR 642 thousand). The loans are unsecured and subordinate to the bank loan of the Oldenburgische Landesbank, they have an interest rate of 6% per annum.

5.13 Deferred tax liabilities

Deferred taxes are determined on the basis of the tax rates that apply at the expected point in time or will be applied in the future if the deferred tax receivables or liabilities are settled. Active and passive deferred taxes are only offset if there is a legal right to offset actual tax refund claims and actual tax liabilities and the deferred tax claims and liabilities relate to income taxes levied by the same authority for the same taxable entity. As of the reporting date, deferred tax liabilities were reported, which totaled EUR 6 thousand (previous year: EUR 6 thousand).

5.14 Prepaid expenses

Prepaid expenses income totaling EUR 14 thousand (previous year: EUR 0 thousand) relate to prepayments received.

5.15 Equity

The share capital of the company in the amount of EUR 15,050,000.00 is divided into 15,050,000 no-par-value shares with a nominal value of EUR 1.00 each.

Pursuant to a resolution of the Annual General Meeting on September 13, 2017, the Executive Board was authorized, with the approval of the Supervisory Board, to increase the share capital by 12 September 2022 by issuing new shares in return for non-cash or cash contributions, once or several times, up to a maximum of EUR 7,525,000.00 increase (authorized capital 2017).

Pursuant to a resolution passed by the Annual General Meeting on September 13, 2017, the Executive Board was authorized, with the approval of the Supervisory Board, to issue warrant or convertible bonds, profit participation rights or income bonds or combinations of these instruments in a total amount of up to EUR 7,525,000.00, one or more times until 12 September 2022, with or without a short-term maturity and to grant the holders or creditors of the respective, equally entitled bonds, option or conversion rights to bearer shares of the Company in a pro rata amount of the share capital or to grant or to impose a total of up to EUR 7,525,000.00 in accordance with the terms and conditions of the Notes. For this purpose, the share capital is conditionally increased by up to EUR 7,525,000.00 by issuing up to 7,525,000 new no-par-value bearer shares.

UniDevice AG does not hold any treasury shares as of the balance sheet date.

For the development and composition please refer to the statement of changes in equity.

6 Consolidated assets development

The composition and development of fixed assets is shown in the table "Consolidated assets development".

7 Contingent liabilities and other financial obligations

UniDevice AG, together with PPA International AG, is liable to the Oldenburgische Landesbank in connection with an operating credit line of EUR 8,000 thousand. This operating credit line is available to PPA International AG. Due to the current creditworthiness and past payment behavior of the beneficiaries, we consider the liability claims to be low. We have no discernible evidence that would require a different assessment. The other financial obligations lie in the normal course of business.

8 Notes to the profit and loss summary account

Principles of revenue recognition

Revenues from the sale of technical devices are recorded in accordance with the contractual agreements. Devices that are shipped lead to revenue as soon as they have been handed over to the shipping company.

Segment reporting according to IFRS 8

Products and services that result in income from reportable segments

According to IFRS 8, business segments are to be delineated on the basis of internal reporting on group areas, which is regularly reviewed by the company's main decision-maker with regard to decisions regarding the allocation of resources to these segments and the assessment of their profitability. Information reported to the Executive Board as the main decision-maker for the purpose of allocating resources to the Group's business segments and evaluating their profitability relates to the types of goods or services that are manufactured or provided. The reportable segment of the group according to IFRS 8 is the international wholesale trade with electronic devices from the areas of entertainment and communication. The group turnover corresponds to the segment turnover and the group result corresponds to the segment result. Group assets correspond to segment assets and group liabilities correspond to segment liabilities.

Products and services

All products (various electronic devices from the areas of entertainment and communication as well as various rehabilitation technology devices) have been combined to form a group of comparable products. The presentation of product-related revenues is not useful due to the large number of existing devices and for lack of information is not possible. All sales shown in the profit and loss account essentially relate to the product group described above.

Geografic information

The Group operates worldwide.

Essential customers

Of the sales revenue of EUR 404,809 thousand (previous year: EUR 358,525 thousand), EUR 404,809 thousand (previous year: EUR 358,525 thousand) came from device sales.

Sales of EUR 34,323 thousand (previous year: EUR 30,961 thousand) are attributable to the largest customer and sales of EUR 28,888 thousand (previous year: EUR 30,636 thousand) are attributable to the second largest customer.

The third largest customer accounted for sales of EUR 16,685 thousand (previous year: EUR 29,848 thousand). None other customer contributed 5% or more to consolidated sales in the 2020 financial year. The fifth largest customers accounted for 27.54% (previous year: 37.09%) of sales.

Expenses and income of the financial year are taken into account - irrespective of the time of payment - when they have been realized. Proceeds from the sale of assets and proceeds from services are realized when the relevant opportunities and risks have been transferred and the amount of the expected consideration can be reliably estimated.

8.1 Revenues

Revenues mainly relate to revenue from the sale of technical equipment.

8.2 Other operating income

Other operating income totaled EUR 398 thousand (previous year: EUR 795 thousand).

8.3 Cost of materials

The cost of materials item includes all expenses incurred in connection with the purchase of electronic entertainment and communication equipment.

8.4 Labour cost

Labour cost include wages and salaries as well as social security contributions in the amount of EUR 2,339 thousand (previous year: EUR 858 thousand).

8.5 Depreciation

Depreciation includes scheduled depreciation of property, plant and equipment and intangible assets in the amount of EUR 74 thousand (previous year: EUR 30 thousand). Property, plant and equipment and intangible assets are depreciated on a straight-line basis over various useful lives (three to fifteen years). Depreciation includes depreciation on current assets in the amount of EUR 150 thousand (previous year: EUR 414 thousand). The value of these assets was reimbursed by insurance and is included in the same amount in other operating income.

8.6 Other operating expenses

Other operating expenses totaling EUR 3,246 thousand (previous year: EUR 2,875 thousand) include a large number of individual items. These include, in particular, the costs of the premises, transport costs, insurance and contributions, repairs and maintenance, advertising and travel costs, legal and consulting fees and other various operating costs.

8.7 Interest and similar income

The interest results from the granting of loans or from the investment of cash and cash equivalents at German banks.

8.8 Interest and similar expense

The interest includes expenses for the interest on borrowed loans amounting to EUR 605 thousand (previous year: EUR 318 thousand).

Net results from financial instruments in accordance with IAS 39 are as follows:

	Interest expense 2020 kEUR	Interest expense 2019 kEUR
Loans and claims (Liabilities)	-605	-318
Total net result	-605	-318
Recognised through profit and loss	-605	-318

Messrs. Hamed Sam Jam (member of the Management Board of PPA International AG, wholly owned subsidiary of UniDevice AG) and Peter Marggraff (deputy chairman of the UniDevice AG Supervisory Board) are economically lending PPA International AG loans to the amount of EUR 5,086 thousand as of December 31, 2020 (previous year: EUR 3,662 thousand). The loans are unsecured and subordinate to the bank loan of the Oldenburgische Landesbank, they have an interest rate of 6% per annum. The interest expense due for use during the year was EUR 232 thousand (previous year: EUR 209 thousand).

Dr. Christian Pahl (sole board member of UniDevice AG and board member of PPA International AG) granted PPA International AG various loans in 2020 that showed a balance of EUR 1,099 thousand on December 31, 2020 (previous year: EUR 642 thousand). The loans are unsecured and subordinate to the bank loan of the Oldenburgische Landesbank, they have an interest rate of 6% per annum. The interest expense due for use during the year was EUR 35 thousand (previous year: EUR 41 thousand).

8.9 Income tax

The position can be broken down as follows:

	2020 EUR	2019 EUR
Income tax current year	-1,163,106.50	-960,075.33
Deferred tax expense from valuation differences	0	0
Deferred tax expense income valuation differences	0	0
	-1,163,106.50	-960,075.33

Deferred taxes are calculated on a company-by-company basis using different effective tax rates.

The statutory effective tax rate of 24.225% for Schönefeld includes corporation tax and the solidarity surcharge (effective rate: 15.825%) as well as trade tax (effective rate: 8.400%) in Schönefeld.

8.10 Other taxes

Other taxes include vehicle tax. They are included in other operating expenses.

9 Earnings per share

Earnings per share are calculated by dividing net income by the number of shares issued. In accordance with IAS 33.19, the calculation of basic earnings per share is based on the number of ordinary shares of the weighted average number of ordinary shares outstanding during the period. Dilution effects are not to be considered.

	2020	2019
	EUR	EUR
Profit of the year attributable to the shareholders of the parent company	3,509,965.40	2,207,503.90
Number of shares	15,050,000	15,050,000
Earnings per share	0.2332	0.1467

10 Cash Flow

The cash flow statement shows how the UniDevice Group's cash and cash equivalents changed in the course of the reporting years due to cash inflows and outflows. In this cash flow statement, the cash flows are broken down by operating, investing and financing activities. The financial funds contain short-term available liquid funds in the amount of EUR 864 thousand (previous year: EUR 1,320 thousand).

11 Information on members of the corporate bodies

11.1 Management Board

Surname	First name	Position	Authority to act	Profession
Dr. Pahl	Christian	Board Member	Authority to act solely	Master of Business Administration

11.2 Supervisory Board

Surname	First name	Position	Profession
Jakob	Christoph	Chairman	Tax adviser
Marggraff	Peter	Deputy chairman	Businessman
Dr. Schimpf	Arno	Member	Engineer

The total remuneration of the Supervisory Board amounted to EUR 27 thousand in the 2020 financial year.

12 Number of employees

In the reporting period, the UniDevice Group had an average of 36.5 employees (including 19 employees in communications technology; 17.5 employees in medical technology); (previous year: 35.5, including 18 employees in communications technology; 17.5 employees in medical technology).

13 Risk management policy and countermeasures

The aim of the UniDevice Group's risk management is to identify and record all significant risks and their causes in good time in order to avoid financial losses, debt losses or disruptions. The procedure ensures that suitable countermeasures for risk avoidance can be implemented. At the same time, the Management Board and the Supervisory Board are informed. Essentially, it is an early warning system by monitoring liquidity and earnings performance. The UniDevice Group is generally exposed to risks arising from changes in products, their prices and availability. The high turnover rate of the goods makes it possible, even in the event of sudden and unexpected changes, to minimize losses.

13.1 Borrowing and interest rate risk

The Group has used management loans to implement its business model. Due to the fixed interest rate, there are no interest rate risks for management loans. In 2020, bank working capital loans of up to EUR 8,000 thousand were used during the year. As of the balance sheet date, there were bank working capital liabilities of EUR 3,333. Due to the low interest rate level, interest rate risks currently exist only to a limited extent.

13.2 Fair values of financial instruments

13.2.1 Assets

December 31, 2020 in kEUR	Short-term		Total book values	Fair value
	Trade receivables	Cash		
Financial assets measured at amor- tised cost	5,848	864	6,712	6,712

December 31, 2019 in kEUR	Short-term		Total book values	Fair value
	Trade receivables	Cash		
Financial assets measured at amor- tised cost	7,316	1,320	8,636	8,636

For the instruments presented in the table above and below, the Executive Board considers the carrying amounts in the consolidated balance sheet to be a good approximation of their fair values.

13.2.2 Liabilities

December 31, 2020 in kEUR	Short-term			Total book values	Fair value
	Bank loan	Trade payable	Other financial liabilities		
Financial liabilities measured at amor- tised cost	3,333	796	126	4,255	4255

December 31, 2019 in kEUR	Short-term			Total book values	Fair value
	Bank loan	Trade payable	Other financial liabilities		
Financial liabilities measured at amor- tised cost	0	366	4,304	4,670	4,670

13.3 Exchange rate risk

Exchange rate risks arise in financial instruments denominated in foreign currency, i. in a currency other than the functional currency (EUR). Certain business transactions (purchase of goods) in the Group are denominated in foreign currencies, therefore risks arise from exchange rate fluctuations. Due to the high turnover rate and fast transaction realization, the risks are limited.

13.4 Other price risks

Other price risks may arise from rising purchase prices. Long-term supply contracts and similar measures that could limit these risks currently do not exist. The conclusion of such contracts would negatively affect the necessary flexibility of the management in the compilation of the electronic equipment to be sold, which will be ordered on demand.

13.5 Risks arising from the default of receivables

The default risk of receivables from the sale of electronic equipment is recognized by appropriate individual and general bad debt allowances. There is a commercial credit insurance for selected customers. The insured customer claims are protected against bad debts. The maximum default risk of the financial assets is limited by the value of the carrying amounts.

13.6 Liquidity risk

The Group manages liquidity risks by constantly monitoring forecast and actual cash flows and reconciling the maturity profiles of financial assets and liabilities.

The following tables present the expected future cash flows of the financial liabilities (undiscounted repayments) as of December 31, 2020 and December 31, 2019. The interest payments were not taken into account.

Financial liabilities valued at amortised acquisition costs	Book value Dec. 31, 2020 kEUR	Cash flow up to 1 year kEUR	Cash flow > 1 year to 5 years kEUR	Cash flow > 5 years kEUR
Accruals	2,221	2,215	6	0
Interest-bearing financial liabilities	12,931	3,333	9,598	0
Non-interest-bearing financial liabilities	922	366	0	0

Financial liabilities valued at amortised acquisition costs	Book value Dec. 31, 2019 kEUR	Cash flow up to 1 Jahr kEUR	Cash flow > 1 year to 5 years kEUR	Cash flow > 5 years kEUR
Accruals	1,350	1,344	6	0
Interest-bearing financial liabilities	6,510	0	6,510	0
Non-interest-bearing financial liabilities	366	366	0	0

Non-interest bearing financial liabilities of EUR 922 thousand (previous year: EUR 366 thousand) are attributable to trade payables.

14 Information on fees for the auditor

Provisions totaling EUR 275 thousand were recognized for the expected fees of the auditor Harry Haseloff, Berlin, for final audits relating to the 2020 financial year and the Group.

15 Information on relationships with related companies and persons

Related parties as defined by IAS 24 "Related Party Disclosures" are generally members of the Management Board and the Supervisory Board, their close family members and all companies included in the scope of consolidation of UniDevice AG. For the Management Board and the Supervisory Board we refer to section (10). These related parties were not involved in any unusual transactions with companies of the UniDevice Group. All transactions between the related companies and persons have been concluded on customary market terms, such as among third parties. The following transactions were made with related companies and persons:

Receivables / Liabilities / to closely associated companies and individuals	December 31, 2020 TEUR	December 31, 2019 TEUR
Liabilities to related parties	5.086	4.304

Transactions to closely associated companies and persons	December 31, 2020 TEUR	December 31, 2019 TEUR
Received deliveries and services	1,126	763

16 Events after the financial statement date

SaniSolutions GmbH performed essential work for the introduction and certification of ISO 13485: 2016 as well as the preparation of the technical documentation and risk analyzes according to the new MDR requirements in 2020 and in the first quarter of 2021. On May 12, 2021, SaniSolutions GmbH received the certificate for ISO 13485: 2016.

Schönefeld, May 3, 2021



Dr. Christian Pahl
(CEO)

Auditors' Report

To the Supervisory Board of UniDevice AG, Berlin:

Audit opinions

I have audited the consolidated annual financial statements of UniDevice AG prepared in accordance with IFRS – consisting of Consolidated balance sheet as at December 31, 2020, Consolidated statement of comprehensive income for the period from January 01, 2020 to December 31, 2020, Consolidated cash flow statement for the period from January 01, 2020 to December 31, 2020, Group Statement of Changes in Equity for the period from January 01, 2020 to December 31, 2020, Changes in Group assets as at December 31, 2020, Group notes, for the period from January 01, 2020 to December 31, 2020 and the Group management report.

In my opinion, based on the findings of the audit

- the accompanying consolidated financial statements comply with IFRS and the German commercial law applicable to corporations and give a true and fair view of the financial position of the Group as at December 31, 2020 and its results of operations in accordance with generally accepted accounting principles for the financial year from January 01, 2020 to December 31, 2020 and
- overall, the accompanying Group management report gives a true picture of the situation of the Group. In all material respects, this consolidated management report is consistent with the consolidated financial statements, complies with IFRS and German legal requirements and accurately presents the opportunities and risks of future development.
- According to § 322 III 1 HGB, I declare that my audit has not led to any objections to the regularity of the consolidated financial statements and the group management report.

Basis for the judgments

I conducted my audit of the Consolidated Financial Statements and the Consolidated Management Report in accordance with Section 317 HGB and German generally accepted standards for the audit of financial statements promulgated by the Institut der Wirtschaftsprüfer (IDW). My responsibilities under these rules and policies are further described in the section entitled "Auditors' Responsibilities for the Audit of the Financial Statements and the Management Report" of my opinion. I am independent of the company in accordance with the German commercial and professional regulations and have fulfilled my other German professional duties in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to serve as a basis for my opinion on the consolidated financial statements and the consolidated management report.

Responsibility of the legal representatives for the consolidated financial statements and the group management report

The legal representatives are responsible for the preparation of the consolidated financial statements, which comply with IFRS and the German commercial law applicable to corporations in all material respects, and that the consolidated financial statements are in line with German generally accepted accounting principles Picture of the assets, financial and earnings situation of the company. In addition, the legal representatives are responsible for the internal controls that they have determined to be necessary in accordance with generally accepted accounting principles in order to facilitate the preparation of consolidated financial statements that are free from material misstatement, whether intentional or unintentional.

When preparing the consolidated financial statements, the legal representatives are responsible for assessing the Company's ability to continue as a going concern. They also have responsibility for disclosing matters relating to the continuation of business, if relevant. In addition, they are responsible for accounting for continuing operations on the basis of the accounting principle, unless contrary to factual or legal circumstances. In addition, the legal representatives are responsible for the preparation of the Group management report, which gives a true and fair view of the Group's position and is consistent with the consolidated financial statements in all material respects, complies with IFRS or German legal requirements, and the Possibilities and risks of future development are correct. Furthermore, the legal representatives are responsible for the arrangements and measures (systems) that they deemed necessary to enable the preparation of a consolidated management report in accordance with IFRS or the applicable German statutory provisions, and sufficient adequate evidence for to be able to provide the statements in the group management report.

Responsibility of the auditor for the audit of the annual financial statements and the management report

My objective is to obtain reasonable assurance as to whether the financial statements as a whole are free from material misstatement, whether intentional or unintentional, and whether the consolidated management report gives a true and fair view of the Group's position and in all material respects Consolidated Financial Statements and the findings of the audit are in line with German legal requirements and the opportunities and risks of future development are accurate, and to issue an audit opinion, which includes my opinions on the consolidated financial statements and the consolidated management report. Sufficient security is a high degree of security, but no guarantee that a test conducted in accordance with § 317 HGB and in compliance with the German generally accepted standards for the audit of financial statements promulgated by the Institut der Wirtschaftsprüfer (IDW) always reveals a material misrepresentation. Misstatements can result from any breach or inaccuracy and are considered material if it could reasonably be expected that they would individually or collectively affect the economic decisions of addressees made on the basis of these consolidated financial statements and the consolidated management report.


During the examination, I exercise due discretion and maintain my critical attitude.

Furthermore:

- I identify and assess the risks of material misstatement, whether intentional or unintentional, in the consolidated financial statements and in the combined management report, plan and perform audit procedures in response to those risks and obtain audit evidence that is sufficient and appropriate to form the basis of my opinion to serve. The risk that material misrepresentations will not be detected is higher for violations than for inaccuracies, as violations may include fraudulent interactions, counterfeiting, intentional incompleteness, misrepresentations or overriding internal controls.
- I gain an understanding of the internal control system relevant to the audit of the consolidated financial statements and of the arrangements and measures relevant to the audit of the consolidated management report in order to design audit procedures that are appropriate in the circumstances, but not with the aim of Opinion on the effectiveness of these systems of the company.
- I assess the appropriateness of the accounting policies used by the legal representatives and the reasonableness of the estimates and related information provided by the legal representatives.
- I draw conclusions about the appropriateness of the accounting policy applied by the legal representatives in continuing operations and, on the basis of the audit evidence obtained, whether there is material uncertainty related to events or circumstances that have significant doubts about the Company's ability to continue as a going concern can raise. If I conclude that there is material uncertainty, I am required to draw attention in the auditor's report to the related disclosures in the consolidated financial statements and in the group management report or, if these disclosures are inadequate, to modify my respective audit opinion. I draw my conclusions on the basis of the audit evidence obtained by the date of my audit opinion. However, future events or circumstances may mean that the company can no longer continue its business activities.
- I assess the overall presentation, structure and content of the consolidated financial statements, including the disclosures and whether the consolidated financial statements represent the underlying transactions and events so that the consolidated financial statements in accordance with IFRS and German generally accepted accounting principles reflect the actual circumstances conveys a corresponding picture of the net assets, financial position and results of operations of the Group.
- I assess the consistency of the Consolidated Management Report with the Consolidated Financial Statements, its legislation and the picture it conveys of the position of the Group.
- I conduct audits of the forward-looking statements presented by the legal representatives in the Group Management Report. On the basis of sufficient suitable audit evidence, I particularly carry out the significant assumptions underlying the forward-looking statements of the legal representatives and assess the proper derivation of the forward-looking statements from these assumptions. I do not give an independent opinion on the forward-looking statements and on the underlying assumptions. There is a significant unavoidable risk that future events will differ materially from the forward-looking statements.

Among other things, I discuss with the supervisors the planned scope and timing of the audit, as well as significant audit findings, including any deficiencies in the internal control system that I identify during my audit.

Berlin, May 12, 2021


Dipl.-Kfm. Harry Haseloff
Auditor



Imprint

Business address: Mittelstrasse 7 12529 Schönefeld

Phone: +49 (0) 30 897 30 86-70 E-Mail: info@unidevice.de

Web: www.unidevice.de

Investor Relations: info@unidevice.de

Supervisory board: Chairman: Christoph Jakob

Deputy chairman: Peter Marggraff

Member: Dr. Arno Schimpf

Management board: Dr. Christian Pahl

Registered office: Berlin, court Charlottenburg, HRB 190230 B

Conception, design and realization: UniDevice AG

Editorial Comment

This report is the first editorial version. We reserve the right to make editorial changes.