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C. Otto Gehrckens GmbH & Co. KG

Pinneberg

Annual financial statements for the business year from 01/01/2019 to 12/31/2019**Balance sheet as of December 31, 2019****ASSETS**

| | EUR | EUR | KEUR |
|--|---------------|-------------------|--------------|
| | | December 31, 2019 | (31.12.2018) |
| CAPITAL ASSETS | | | |
| Intangible assets | | | |
| Acquired concessions, industrial property rights and similar rights and values as well as licenses to such rights and values | | 253,040.00 | 105 |
| Property, plant and equipment | | | |
| Land and buildings | 11,364,120.26 | | 11,750 |
| Technical equipment and machinery | 1,073,117.00 | | 1,083 |
| Other equipment, factory and office equipment | 1,740,287.00 | | 1,860 |
| Payments on account and assets under construction | 83,358.07 | | 98 |
| | | 14,260,882.33 | 14,791 |
| CURRENT ASSETS | | | |
| Stocks | | | |
| Raw materials and supplies | 566,107.94 | | 604 |
| Unfinished products | 337,315.18 | | 259 |
| Finished products and goods | 5,530,219.01 | | 5,462 |
| | | 6,433,642.13 | 6.325 |
| Receivables and other assets | | | |
| Requests from deliveries and services | 1,572,066.66 | | 1.917 |
| Other assets | 870,223.71 | | 53 |
| | | 2,442,290.37 | 1,970 |
| Cash and bank balances | | 4,393,140.66 | 5,782 |
| ACCRUED INCOME | | 35,313.83 | 34 |
| | | 27,818,309.32 | 29,007 |

LIABILITIES

| | EUR | EUR | KEUR |
|--|------------|-------------------|--------------|
| | | December 31, 2019 | (31.12.2018) |
| EQUITY | | | |
| Capital shares of the limited partners | | 380,000.00 | 380 |
| ACCRUALS | | | |
| Tax provisions | 81,078.00 | | 276 |
| Other provisions | 402,005.20 | | 561 |
| | | 483,083.20 | 837 |
| LIABILITIES | | | |

| | EUR | EUR | KEUR |
|---|---------------|-------------------|--------------|
| | | December 31, 2019 | (31.12.2018) |
| Liabilities to banks | 3,562,804.19 | | 4,280 |
| Advance payments received on orders | 0.00 | | 14th |
| liabilities from goods and services | 426,700.66 | | 1,083 |
| Liabilities to shareholders | 21,609,955.12 | | 20,860 |
| Other liabilities | 1,355,766.15 | | 1,553 |
| - of which from taxes: EUR 197,319.83 (previous year: EUR 238 thousand) - | | 26,955,226.12 | 27,790 |
| | | 27,818,309.32 | 29,007 |

Income statement for the period from January 1 to December 31, 2019

| | 2019 | (2018) |
|---|----------------|----------------|
| | EUR | EUR |
| | | KEUR |
| Sales | 32,807,905.24 | 33,851 |
| Increase in finished goods and work in progress | 492,435.91 | 28 |
| Other own work capitalized | 143,460.39 | 127 |
| | 33,443,801.54 | 34,006 |
| Other company income | 219,004.41 | 153 |
| Cost of materials | | |
| Expenses for raw materials and supplies and for purchased goods | -11,034,415.53 | -11,664 |
| Personnel expenses | | |
| Wages and salaries | 10,891,642.21 | -10,693 |
| Social security and pension and support expenses | -2,143,395.25 | -2,077 |
| - of which for old age pensions: EUR 42,299.14 (previous year: EUR 40 thousand) - | | -13,035,037.46 |
| Depreciation on intangible assets and property, plant and equipment | | -1,422,525.07 |
| Other operating expenses | | -4,229,425.90 |
| | | 3,941,401.99 |
| Other interest and similar income | 2,298.76 | 2 |
| Interest and similar expenses | -1,022,603.74 | -1,012 |
| | | -1,020,304.98 |
| Taxes on income and earnings | | -587,979.20 |
| Result after taxes | | 2,333,117.81 |
| Other taxes | | -28,846.66 |
| Annual surplus | | 2,304,271.15 |
| Credit to the clearing accounts of the limited partners | | -2,304,271.15 |
| Result after usage calculation | | 0.00 |
| | | 0 |

District court Pinneberg HRA 2106

attachment

1. General information

The annual financial statements as of December 31, 2019 were prepared in accordance with the provisions of Sections 238 ff. And 264 ff. HGB, taking into account the special provisions for commercial partnerships. The supplementary provisions of the articles of association have been observed. C. Otto Gehrckens GmbH & Co KG, Pinneberg, is a medium-sized company within the meaning of Section 267 of the German Commercial Code (HGB). The size-dependent relief for medium-sized companies has largely been used (e.g. also Section 286 (4) HGB). The total cost method was chosen for the preparation of the profit and loss account.

2. Accounting and valuation methods

Fixed assets are valued at acquisition / production costs in accordance with Sections 253 - 255 of the German Commercial Code (HGB) less scheduled depreciation. The depreciation is carried out according to the linear and degressive method according to their expected useful life over a period of 3 to 15 years (building depreciation up to 33 years). In 2019, asset additions were depreciated using the straight-line method. For reasons of simplification, assets with an acquisition value of up to EUR 800.00 are written off in full in the year of acquisition.

The inventories are valued at acquisition / production costs or the lower applicable value. The raw materials, consumables and supplies are stated at their acquisition costs (moving average). For mixtures, endless blanks and semi-finished O-rings, the production costs are set according to the respective production status. Components of the production costs are direct material costs, material overheads, direct production costs and production overheads (including special production costs and the depreciation of fixed assets).

Finished products and goods are valued at acquisition or production cost plus an overhead surcharge.

Other assets, liquid funds and prepaid expenses are shown at their nominal values.

Asset positions in foreign currency were valued at the closing rate.

Pension commitments made by the company amounted to a value of EUR 72.1 thousand as of the balance sheet date. In accordance with Art. 28 (1) EGHGB, it is not taken into account in the annual financial statements.

The provisions contain all identifiable risks and uncertain obligations. The assessment takes place in the amount of the fulfillment amount necessary according to a reasonable commercial assessment.

The reported liabilities are valued at the settlement amounts.

Deferred taxes are recognized on the differences in the balance sheet values of the commercial balance sheet and the tax balance sheet, provided that these are expected to decrease in later financial years. In the event of an excess of deferred taxes on the balance sheet date, the option to capitalize under Section 274 (1) sentence 2 of the German Commercial Code is not used.

3. Notes on the balance sheet

The development of fixed assets is shown in the appendix to the notes. The schedule of fixed assets was drawn up in accordance with the provisions of Section 284 (3) HGB.

All receivables and other assets have a remaining term of less than one year.

Other provisions

| | December 31, 2019 | Previous year |
|---------------------------|-------------------|---------------|
| | KEUR | KEUR |
| Retention requirements | 0 | 2 |
| Trade association | 4th | 44 |
| Employee | 246 | 321 |
| vacation | 95 | 79 |
| Failed maintenance | 0 | 63 |
| Missing incoming invoices | 22nd | 22nd |
| miscellaneous | 34 | 30th |
| | 401 | 561 |

The liabilities shown in the balance sheet are made up as follows:

| | Total amount 12/31/2019 | Thereof with a remaining maturity | | | Remaining term up to 1 year previous year |
|-----------------------------|-------------------------|-----------------------------------|--------------|-------------------|---|
| | | up to 1 year | 1 to 5 years | more than 5 years | |
| | EUR | EUR | EUR | EUR | KEUR |
| Liabilities to banks | 3,562,804.19 | 933,036.52 | 1,764,547.42 | 865,220.25 | 805 |
| Trade payables | 426,700.66 | 426,700.66 | 0.00 | 0.00 | 1,083 |
| Liabilities to shareholders | 21,609,955.12 | 1,423,485.95 | 4,316,071.61 | 15,870,397.56 | 1,374 |
| Payments received | 0.00 | 0.00 | 0.00 | 0.00 | 14th |
| Other liabilities | 1,355,766.15 | 339,458.50 | 215,941.08 | 800,366.57 | 414 |
| | 26,955,226.12 | 3,122,681.63 | 6,296,560.11 | 17,535,984.38 | 3,690 |

The liabilities to banks are fully secured by land charges.

The liabilities to shareholders are other liabilities.

Other financial obligations from leasing contracts in accordance with Section 285 No. 3a HGB exist in the amount of EUR 187 thousand per annum.

4. Notes on the income statement

The average number of employees during the financial year was:

| | 2019 number | Previous year number |
|--------------------|-------------|----------------------|
| Industrial workers | 142 | 142 |
| Employees | 101 | 104 |
| | 243 | 246 |

The other operating expenses and other operating income include amounts from currency conversion of less than EUR 1 thousand each.

5. Management of the company, information on the personally liable partner, capital

The company is represented by its personally liable partner, Metzger Verwaltungs- und Vertriebs-GmbH, Pinneberg (subscribed capital: EUR 25,564.59), acting by Ingo Metzger, full-time technical manager, and Jan Metzger, full-time commercial manager.

6. Supplementary report

With the spread of the coronavirus, there are currently risks for business development that cannot be specifically assessed. On the one hand, this affects the development of sick leave, both in our company and among our customers. On the other hand, projects could be postponed due to travel restrictions or other official orders.

We counter these risks through intensive clarification and the issuing of rules of conduct for our employees, with the development of emergency plans and through ongoing communication with our customers and suppliers about the current situation. We are closely following the measures taken by the federal and state governments to limit the economic consequences of the corona pandemic.

Pinneberg, April 24, 2020

C. Otto Gehrckens GmbH & Co. KG

Represented by:

Metzger administration and sales company

*Ingo Metzger**Jan Metzger***Management report for the business year from 01/01/2019 to 12/31/2019****1. Business and framework conditions**

C. Otto Gehrckens GmbH & Co. KG recorded a slightly negative sales trend in the past financial year.

The 3.1% decline in sales results as follows:

In the area of own production there was a decrease of 1.4%, in the trade the decrease was 4.4%.

The decline in domestic business was 5.0%, while international business increased by 6.0%.

The reasons for the decline in sales in Germany are mainly a noticeable deterioration in the economy in important customer industries since the early summer of 2019.

Abroad, significant increases in sales for some new customers as well as the restructuring of sales activities led to a clearly positive sales development despite a weaker economic environment here too.

The target sales increase of 7.0% planned for 2019 was not achieved with the actual decrease of 3.1%.

Financial performance indicators that are essential for the company and used for internal corporate management are in particular

- Earnings development (significant)
- Sales development (significant)
- Sales per employee
- Return on sales
- Capitalization

The earnings development in 2019 was as follows: Net income for the year T € 2,304 compared to T € 2,209 in 2018.

The sales development shows a decrease from T € 33,851 in 2018 to T € 32,808 in 2019.

The turnover per employee was € 129,165 in 2019 compared to € 133,797 in 2018.

The return on sales was 7.02% in 2019 and 6.53% in 2018.

In terms of capital resources, the share of own funds was 79.1% at the end of 2019 compared to 73.2% at the end of 2018.

Overall, the business development can be assessed as satisfactory.

2. Earnings, financial and asset position

The company's earnings situation in 2019 improved slightly compared to the previous year.

The annual surplus in 2019 was T € 2,304 compared to T € 2,209 in 2018.

Earnings-relevant here for 2019 are the lower cost of materials, depreciation and other operating expenses, which led to a corresponding improvement in earnings despite lower sales and slightly increased personnel costs.

Due to the falling demand situation and an adequate supply of material, material costs did not rise any further in 2019 and in some cases fell, the material usage rate is below the previous year's level.

The average sales prices for in-house production are slightly above the previous year's level, as some customers have purchased higher quality materials. The values for merchandise are well above the previous year's level, which is due to the increased sales of higher-quality materials mainly in Germany.

The increases in personnel costs are due to the further increase in the number of employees and the higher qualifications of the employees who have joined the company in the last 2 years. The company also invested in new employees in 2019 in order to be able to take advantage of future opportunities to expand the business.

The slightly lower depreciation can be attributed to the somewhat lower investments in machinery, equipment and buildings in 2019 compared to previous years.

In the area of other operating expenses, major savings were achieved in the area of personnel leasing and the costs of freight and packaging as well as commissions. There were higher expenses in the areas of maintenance and repair, equipment leasing and insurance.

The company employed 254 people on December 31, 2019. The number of employees will only change slightly in the 2020 financial year if the economic situation remains unchanged. A further increase in the number of employees is currently planned.

The main features of the investment activity in 2019 were the acquisition of a new extruder, the conversion of several rolling mills, various internal conversions, a new company car and various hardware and software.

The investment volume in 2019 was financed from cash flow and leasing.

Liquid funds as of December 31, 2019 amounted to € 4,393 thousand compared to € 5,777 thousand on December 31, 2018.

The shareholder funds ratio (including the loan accounts of the shareholders) was 79.1% as of December 31, 2019 (previous year 73.2%).

Thanks to its good capital resources and liquidity situation, the company is always in a position to meet its payment obligations on time.

3. Future development with significant opportunities and risks**Future development**

Due to the rapidly changing framework conditions, it is difficult to make a realistic forecast for the following financial years.

Whether the sales increase of a good 4% planned for 2020 is still realistic from today's perspective cannot be assessed due to the currently prevailing corona pandemic and the resulting unforeseeable effects on economic life.

As of the end of March 2020, there was a decline in sales of around 6% compared to the previous year, at which point sales were around 2% above plan.

In 2020, the intensification and restructuring of sales activities at home and abroad will continue to have the highest priority for the company in order to use the existing opportunities in our sales markets with optimized processes, expanded capacities and new products and services and to further increase the company's market share to

expand.

The most important investments planned for 2020 are the acquisition of various new machines and systems in the production area. The investments are made against the background of the expansion of production capacities and as a rationalization investment for the purpose of increasing efficiency. In addition, further investments, especially in software, are planned.

The investment projects are financed from the cash flow and via leasing.

Due to the market and business situation that prevails in our industry to this day, we are currently assuming that we will be able to achieve a result comparable to the previous year in 2020.

For 2020 and the following years, assuming the framework conditions remain unchanged, we expect sales growth through the introduction of new products and services, the development of new domestic customer sectors and the development of new foreign markets.

The costs for personnel, energy and services are expected to continue to rise in 2020 as well.

The company's business development is classified as relatively favorable overall for 2020, although this forecast, like all other assessments under 3, is clearly subject to the proviso that the company's business development in the first quarter was not yet influenced by the corona pandemic and it is completely unclear whether and to what extent the business development will be negatively influenced in the further course of 2020.

Risks of future development

Experience in recent years shows that economic developments and cycles that lasted between 12 and 36 months a few years ago can now change fundamentally from quarter to quarter. The extremely rapid recovery after the severe crisis in 2009 and the overheating of the economy, especially in the first half of 2011, are examples here.

We are currently perceiving a stable and good business development with many of our customers. In many sectors, business is currently still going well, in other sectors we see clear signs of calming down or of a sharp decline; viewed as a whole, there is a discernible risk of significant declines.

The opportunities and risks are presented in descending order. The order relates to the company's asset, financial and earnings position, taking into account the respective probability of the occurrence of risks.

With the spread of the corona virus, there are currently no concrete risks for business development. This applies, for example, to the development of sick leave and the risk of officially ordered company closures, both for us and for our customers and suppliers.

Furthermore, projects can be postponed due to travel restrictions or other official orders, in some cases very sharp drops in demand are to be expected and significant interruptions in the value chain cannot be ruled out.

We counter these risks through intensive education and the issuing of rules of conduct for our employees, with the development of emergency plans and through the ongoing exchange with our customers and suppliers about the current situation. We are closely following the measures taken by the federal and state governments to limit the economic consequences of the corona pandemic.

The situation with regard to the euro and national debt crisis in Europe has hardly changed since previous years, even if the economic development in Europe has been more positive in recent years. A significant worsening is to be expected here due to the Corona crisis.

We are also seeing the growth of protectionist economic policies and trade barriers around the world. It is currently not clear whether the current trade conflicts between the USA, China and Europe will lead to a trade war. If so, it would have a very negative impact on global economic growth.

The Brexit issue and the lack of clarity about the economic consequences continue to lead to uncertainty. Larger and lasting growth impulses from the euro area can only be expected after the details of Brexit have been positively clarified.

The Russia / Ukraine conflict with the resulting sanctions and trade restrictions is having a noticeable impact on some of our customer industries, such as the oil and gas sector, and further developments are still not foreseeable here.

Significant declines in demand for capital goods resulting from the aforementioned points would have clearly negative effects on the company as a supplier, particularly to the German mechanical and plant engineering sector.

On the basis of experience from the crisis year 2009, in the event of a cumulative occurrence of several crisis situations, in the worst case this could also be a decline in sales of 20% and more.

We see further risks for the company in procurement costs and the availability of certain raw materials that are crude oil-based and subject to speculative influences. In the long term, we see the shortage of skilled workers as a risk for the company's future growth prospects.

There are currently no identifiable risks for the company as a going concern.

Opportunities for future development

In order to meet the requirements according to DRS 20, the following is a list of external opportunities for future development. The chances of future development through own action have already been adequately described in the point "Future development".

The billion-dollar development and support programs after the Corona crisis could fuel the demand for machines and systems and thus provide a boost in demand for the company's products.

Brexit could be carried out in an orderly manner so that negative effects on economic development in the EU are avoided and this leads to a general market recovery.

The USA could give way in the trade disputes and thus give the global economy a positive boost by removing trade barriers.

Faster advances in digitization and automation could limit the negative effects of the skills shortage.

As a result, and not taking into account the incalculable effects of the Corona crisis, the company's opportunities and risks are still classified as favorable.

Pinneberg, April 24th, 2020

Development of fixed assets in the 2019 financial year

| | Acquisition and production costs | | | | As of |
|------------|----------------------------------|------------|------------|--------------|-------|
| As of | Accesses | Departures | Rebookings | As of | |
| 01/01/2019 | | | | December 31, | |
| EUR | EUR | EUR | EUR | 2019 | EUR |

Acquisition and production costs

| | As of 01/01/2019 EUR | Accesses EUR | Departures EUR | Rebookings EUR | As of December 31, 2019 EUR |
|--|----------------------------|-----------------|-------------------|-------------------|--------------------------------------|
| Intangible assets | | | | | |
| Acquired concessions, industrial property rights and similar rights and values as well as licenses to such rights and values | 1,621,691.87 | 208,610.65 | 4,199.20 | 0.00 | 1,826,103.32 |
| Property, plant and equipment | | | | | |
| Land and buildings | 17,019,612.54 | 143,333.46 | 0.00 | 0.00 | 17,162,946.00 |
| Technical equipment and machinery | 3,787,417.03 | 165,316.40 | 40,109.03 | 0.00 | 3,912,624.40 |
| Other equipment, factory and office equipment | 6,601,809.11 | 547,982.89 | 360,411.53 | 0.00 | 6,789,380.47 |
| Payments on account and assets under construction | 98,370.00 | 83,358.07 | 98,370.00 | 0.00 | 83,358.07 |
| | 27,507,208.68 | 939,990.82 | 498,890.56 | 0.00 | 27,948,308.94 |
| | 29,128,900.55 | 1,148,601.47 | 503,089.76 | 0.00 | 29,774,412.26 |

Accumulated depreciation

| | As of 01/01/2019 EUR | Accesses EUR | Departures EUR | As of December 31, 2019 EUR |
|--|----------------------------|-----------------|-------------------|-----------------------------------|
| Intangible assets | | | | |
| Acquired concessions, industrial property rights and similar rights and values as well as licenses to such rights and values | 1,516,559.87 | 60,702.65 | 4,199.20 | 1,573,063.32 |
| Property, plant and equipment | | | | |
| Land and buildings | 5,269,601.28 | 529,224.46 | 0.00 | 5,798,825.74 |
| Technical equipment and machinery | 2,704,589.03 | 175,027.40 | 40,109.03 | 2,839,507.40 |
| Other equipment, factory and office equipment | 4,742,421.11 | 657,570.56 | 350,898.20 | 5,049,093.47 |
| Payments on account and assets under construction | 0.00 | 0.00 | 0.00 | 0.00 |
| | 12,716,611.42 | 1,361,822.42 | 391,007.23 | 13,687,426.61 |
| | 14,233,171.29 | 1,422,525.07 | 395,206.43 | 15,260,489.93 |

Balance values

| | Book values December 31, 2019 EUR | Book values December 31, 2018 EUR |
|--|---|---|
| Intangible assets | | |
| Acquired concessions, industrial property rights and similar rights and values as well as licenses to such rights and values | 253,040.00 | 105,132.00 |
| Property, plant and equipment | | |
| Land and buildings | 11,364,120.26 | 11,750,011.26 |
| Technical equipment and machinery | 1,073,117.00 | 1,082,828.00 |
| Other equipment, factory and office equipment | 1,740,287.00 | 1,859,388.00 |
| Payments on account and assets under construction | 83,358.07 | 98,370.00 |
| | 14,260,882.33 | 14,790,597.26 |
| | 14,513,922.33 | 14,895,729.26 |

Other part of the report

Approval of the annual financial statements:

The annual financial statements were approved on September 2nd, 2020.

INDEPENDENT AUDITOR'S REPORT

To C. Otto Gehrckens GmbH & Co. KG, Pinneberg

Examination Opinions

We have prepared the annual financial statements of C. Otto Gehrckens GmbH & Co. KG, Pinneberg, - consisting of the balance sheet as of December 31, 2019 and the income statement for the financial year from January 1 to December 31, 2019 as well as the notes, including the presentation of the accounting and valuation methods - checked. In addition, we have audited the management report of C. Otto Gehrckens GmbH & Co. KG, Pinneberg, for the financial year from January 1 to December 31, 2019.

In our opinion, based on the knowledge gained during the audit

- The attached annual financial statements correspond in all material respects to the German commercial law regulations applicable to commercial partnerships within the meaning of Section 264a of the German Commercial Code (HGB) and, in compliance with German generally accepted accounting principles, give a true and fair view of the company's assets and financial position as of December 31, 2019, its earnings position for the financial year from January 1, 2019 to December 31, 2019 and

- the attached management report gives an overall 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 accurately presents the opportunities and risks of future development.

In accordance with Section 322, Paragraph 3, Clause 1 of the German Commercial Code (HGB), we declare that our audit has not led to any objections to the correctness of the annual financial statements and the management report.

Basis for the examination results

We carried out our audit of the annual financial statements and the management report in accordance with Section 317 of the German Commercial Code (HGB), taking into account the generally accepted German auditing principles established by the Institute of Auditors (IDW). Our responsibility under these regulations and principles is further described in the section "Auditor's Responsibility for the Audit of the Annual Financial Statements and Management Report" of our auditor's report. We are independent of the company in accordance with German commercial and professional regulations and have fulfilled our other German professional obligations in accordance with these requirements. We believe

Responsibility of the legal representatives for the annual financial statements and the management report

The legal representatives are responsible for the preparation of the annual financial statements, which comply in all material respects with the German commercial law regulations applicable to commercial partnerships within the meaning of Section 264a of the German Commercial Code (HGB), and for ensuring that the annual financial statements reflect the actual circumstances in compliance with German generally accepted accounting principles. Provides a picture of the company's asset, financial and earnings position. Furthermore, the legal representatives are responsible for the internal controls which they have determined to be necessary in accordance with the German principles of proper accounting in order to enable the preparation of the annual financial statements.

When preparing the annual financial statements, the legal representatives are responsible for assessing the company's ability to continue as a going concern. Furthermore, they are responsible for disclosing matters relating to the going concern of the company, if relevant. In addition, they are responsible for accounting for the going concern basis of accounting, unless actual or legal circumstances conflict with this.

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

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

Our objective is to obtain sufficient certainty as to whether the annual financial statements as a whole are free from material - intended or unintentional - misrepresentation and whether the management report as a whole gives an accurate picture of the company's position and, in all material matters, with the annual financial statements as well is in line with the knowledge gained during the audit, complies with German legal requirements and correctly presents the opportunities and risks of future development, as well as issuing an auditor's report that includes our audit opinions on the annual financial statements and the management report.

Adequate security is a high level of security, but no guarantee that an audit carried out in accordance with Section 317 of the German Commercial Code (HGB) in accordance with the German principles of proper auditing established by the Institute of Auditors (IDW) will always reveal a material misrepresentation.

Misrepresentations can result from violations or inaccuracies and are regarded as material if it could reasonably be expected that they individually or collectively influence the economic decisions of the addressees made on the basis of these annual financial statements and management report.

During the examination, we exercise due discretion and maintain a critical attitude. Furthermore

- we identify and assess the risks of material - intentional or unintentional - misrepresentations in the annual financial statements and the management report, plan and carry out audit procedures in response to these risks and obtain audit evidence that is sufficient and suitable to serve as a basis for our audit opinions. The risk that material misrepresentations are not detected is higher in the case of violations than inaccuracies, since violations can involve fraudulent cooperation, falsifications, intentional incompleteness, misleading representations or the overriding of internal controls.
- We gain an understanding of the internal control system relevant to the audit of the annual financial statements and the provisions and measures relevant to the audit of the management report in order to plan audit procedures that are appropriate under the given circumstances, but not with the aim of providing an audit opinion on the effectiveness of these Systems of society.
- we assess the appropriateness of the accounting methods used by the legal representatives as well as the acceptability of the estimated values presented by the legal representatives and the related information.
- we draw conclusions about the appropriateness of the going concern accounting principle applied by the legal representatives and, on the basis of the audit evidence obtained, whether there is any material uncertainty in connection with events or circumstances, the significant doubts about the company's ability to continue as a going concern can raise. If we come to the conclusion that there is material uncertainty, we are obliged to draw attention to the relevant information in the annual financial statements and in the management report in the auditor's report or, if this information is inappropriate, to modify our respective audit opinion. We draw our conclusions based on the audit evidence obtained up to the date of our auditor's report. Future events or circumstances can, however, mean that the company can no longer continue its business activities.
- We assess the overall presentation, structure and content of the annual financial statements, including the information, as well as whether the annual financial statements present the underlying business transactions and events in such a way that the annual financial statements, in compliance with German generally accepted accounting principles, provide a true and fair view of the asset, financial and the company's earnings.
- We assess the consistency of the management report with the annual financial statements, its compliance with the law and the picture it provides of the company's position.
- we perform audit procedures on the future-oriented information presented by the legal representatives in the management report. On the basis of sufficient, suitable audit evidence, we particularly review the significant assumptions on which the future-oriented information is based on the legal representatives and assess the appropriate derivation of the future-oriented information from these assumptions. We do not issue an independent audit opinion on the future-oriented information or the underlying assumptions. There is a considerable unavoidable risk that future events will differ materially from the forward-looking statements.

Among other things, we discuss with those responsible for monitoring the planned scope and timing of the audit as well as significant audit findings, including any deficiencies in the internal control system that we discover during our audit.

Hamburg, April 24, 2020

Baker Tilly GmbH & Co. KG
auditing company
(Düsseldorf)

O. Ebeneow, auditor

M. Carius, auditor
