

Independent Auditor's Report

To the Owners and Statutory Representatives of SCHINDLER ESKALÁTORÝ, s.r.o.:

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of SCHINDLER ESKALÁTORÝ, s.r.o. ("the Company"), which comprise the balance sheet as at 31 December 2019, the income statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Company give a true and fair view of the financial position of the Company as at 31 December 2019, and of its financial performance for the year then ended in accordance with the Act on Accounting No 431/2002 Coll., as amended by later legislation ("the Act on Accounting").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Act on Statutory Audit No 423/2015 Coll. and on amendments to the Act on Accounting No 431/2002 Coll., as amended by later legislation ("the Act on Statutory Audit") related to ethics, including Auditor's Code of Ethics, that are relevant to our audit of the financial statements, and we have fulfilled other requirements of these provisions related to ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

Financial statements of SCHINDLER ESKALÁTORÝ, s.r.o. for the immediately preceding period ended 31 December 2018 were audited by another auditor, who issued unmodified opinion as at 21 February 2019.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation of the financial statements that give true and fair view in accordance with the Act on Accounting, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an

THIS IS A TRANSLATION OF THE ORIGINAL SLOVAK REPORT

audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements including the presented information as well as whether the financial statements captures the underlying transactions and events in a manner that leads to their fair presentation.

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

Report on Other Legal and Regulatory Requirements

Report on Information Disclosed in the Annual Report

Management is responsible for the information disclosed in the annual report, prepared based on requirements of the Act on Accounting. Our opinion on the financial statements expressed above does not apply to other information contained in the annual report.

In connection with audit of the financial statements it is our responsibility to understand the information disclosed in the annual report and to consider whether such information is not materially inconsistent with audited financial statements or our knowledge obtained in the audit of the financial statements, or otherwise appears to be materially misstated.

The annual report was not available to us as at the date of issue of the auditor's report on the audit of the financial statements.

When we obtain the annual report, we will consider whether the Company's annual report contains information, disclosure of which is required by the Act on Accounting and based on procedures performed during the audit of financial statements, we will express our opinion considering whether:

- Information disclosed in the annual report, prepared for 2019, is consistent with the financial statements for the relevant year,
- The annual report contains information based on the Act on Accounting.

Additionally, we will disclose whether material misstatements were identified in the annual report based on our understanding of the Company and its situation, obtained in the audit of the financial statements.

31 March 2020
Bratislava, Slovak Republic

Ernst & Young Slovakia, spol. s r.o.
SKAU Licence No. 257



Ing. Tomáš Přeček, statutory auditor
UDVA Licence No. 1067

Úč POD

FINANCIAL STATEMENTS

of entrepreneurs in double-entry accounting

as of **3 1 . 1 2 . 2 0 1 9****Numbers should be justified to the right, other data is justified to the left. Unused rows must be left blank.**

The information should be written in block letters (see this example), using a typewriter or printer with black or dark blue ink.

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Tax identification number 2 0 2 0 1 9 8 9 9 4	Financial statements Accounting unit	Month Year
Identification number 3 6 2 5 0 7 8 3	<input checked="" type="checkbox"/> Ordinary small	For period from 0 1 2 0 1 9
SK NACE 2 8 . 2 2 . 0	Extraordinary <input checked="" type="checkbox"/> large	to 1 2 2 0 1 9
	Interim (marked with x)	Directly preceding from 0 1 2 0 1 8
		period to 1 2 2 0 1 8

Enclosed components of the financial statements

Stat. of financial position (Úč POD 1-01) Income statement (Úč POD 2-01) Notes (Úč POD 3-01)
(in full EUR) (in full EUR) (in full EUR or EUR cents)

Business name of entity

S C H I N D L E R E S K A L Á T O R Y , s . r . o .**Registered seat of entity**

Street	Number
V i e d e n s k á c e s t a	1
ZIP Code Town	
9 2 9 0 1 D u n a j s k á S t r e d a	
Indication of the commercial register and registration number of the company	
C R D i s t r i c t c o u r t T r n a v a , S e c t i o n : S r o ,	
I n s e r t n o . 1 3 6 7 3 / T	
Phone number	Fax number
0 /	0 /
E-mail	

Prepared on: 1 8 . 0 3 . 2 0 2 0	Approved on: .	Signature of the statutory board or statutory board member or signature of the natural person, which is an accounting entity: Schindler Eskalatory s.r.o. Viedenská cesta 1, SK - 929 01 Dunajská Streda
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Tax Office records

Place for the reference number

Stamp of the Tax Office

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 1 9 8 9 9 4	ID number	3 6 2 5 0 7 8 3
Line a	ASSETS b	Line no. c	Current period		Prior period
			1 Gross value - part 1 Adjustment - part 2	2 Net value	3 Net value
	TOTAL ASSETS I. 002 + I. 030 + I. 074	001	69 721 661	54 067 427	
			15 654 234		53 559 452
A.	Non-current assets I. 003 + I. 011 + I. 021	002	26 496 223	14 070 154	
			12 426 069		12 050 737
A.I.	Non-current intangible assets total (I. 004 to I. 010)	003	3 185 108	1 765 743	
			1 419 365		2 229 424
A.I.1.	Capitalized development cost (012) - /072, 091A/	004			
2.	Software (013) - /073, 091A/	005	2 292 755	1 374 695	
			918 060		1 831 482
3.	Valuable rights (014) - /074, 091A/	006	150 000		
			150 000		
4.	Goodwill (015)-/075,091A/	007			
5.	Other non-current intangible assets (019, 01X) - /079, 07X, 091A, 07X, 091A/	008	663 878	312 573	
			351 305		345 767
6.	Non-current intangible assets under construction (041) - 093	009	78 475	78 475	
					52 175
7.	Advance payments for non-current intangible assets (051) - 095A	010			
A.II.	Non-current tangible assets total (I. 012 to I. 020)	011	23 311 115	12 304 411	
			11 006 704		9 821 313
A.II.1.	Land (031)-092A	012	665 492	665 492	
					665 492
2.	Buildings (021) - /081,092A/	013	13 862 672	7 371 338	
			6 491 334		6 246 387
3.	Plant and equipment (022) - /082, 092A/	014	7 081 032	2 565 662	
			4 515 370		2 157 713

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 1 9 8 9 9 4	ID number	3 6 2 5 0 7 8 3
Line a	ASSETS b	Line no. c	Current period		Prior period
			1 Gross value - part 1 Adjustment - part 2	Net value 2	Net value 3
4.	Perennial crops (025) - /085, 092A/	015			
5.	Livestock and draught animals (026) - /086, 092A/	016			
6.	Other non-current tangible assets (029, 02X, 032) - /089, 06X, 092A	017			
7.	Non-current tangible assets under construction (042) - 094	018	1 661 183	1 661 183	
					527 007
8.	Advance payments for non-current tangible assets (052) - 095A	019	40 736	40 736	
					224 714
9.	Adjustments for assets acquired (+/- 097) +/- 098	020			
A.III.	Non-current financial assets total (I. 022 to I. 032)	021			
A.III.1.	Investment in connected entities (061A, 062A, 063A) - 096A	022			
2.	Investment in group except for connected entities (062A) - 096A	023			
3.	Other non-current investments (063A) - 096A	024			
4.	Loans to connected entities (066A) - /096A	025			
5.	Loans to group except for connected entities (066A) - /096A	026			
6.	Other loans (067A) - /096A	027			
7.	Debentures and other non-current financial assets (065A, 069A, 06XA) - /096A/	028			

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 1 9 8 9 9 4	ID number	3 6 2 5 0 7 8 3
Line a	ASSETS b	Line no. c	Current period		Prior period
			1 Gross value - part 1 Adjustment - part 2	2 Net value	3 Net value
8.	Loans and other non-current financial assets with maturity up to one year (066A, 067A, 069A, 06XA) - /096A/	029			
9.	Term deposits exceeding one year 22XA	030			
10.	Non-current financial assets under construction (043) - 096A	031			
11.	Advance payments for non-current financial assets (053) - 095A	032			
B.	Current assets I. 034 + I. 041 + I. 053 + I. 066 + I. 071	033	43 206 378	39 978 213	
			3 228 165		41 488 582
B.I.	Inventory total (I. 035 to I. 040)	034	19 099 003	16 047 401	
			3 051 602		14 673 501
B.I.1.	Raw material (112, 119, 11X) - /191,19X/	035	13 603 530	10 646 993	
			2 956 537		10 768 375
2.	Work in progress and semi-finished goods (121, 122, 12X) - /192, 193, 19X/	036	5 495 473	5 400 408	
			95 065		3 905 126
3.	Finished goods (123) - 194	037			
4.	Livestock (124) - 195	038			
5.	Merchandise (132, 133, 13X, 139) - /196, 19X/	039			
6.	Advance payments for inventories (314A) - 391A	040			
B.II.	Long-term receivables total (I. 042 + I. 046 to I. 052)	041	794 025	794 025	
					975 816
B.II.1.	Trade receivables (I. 043 to I. 045)	042			

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 1 9 8 9 9 4	ID number	3 6 2 5 0 7 8 3
Line a	ASSETS b	Line no. c	Current period		Prior period
			1 Gross value - part 1 Adjustment - part 2	Net value 2	Net value 3
1.a.	Trade receivables from connected entities (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	043			
1.b.	Trade receivables within group except for receivables from connected entities (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	044			
1.c.	Other trade receivables (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	045			
2.	Net value of construction contracts (316A)	046			
3.	Other receivables from connected entities (351A) - 391A	047			
4.	Other receivables from group except from connected entities (351A) - 391A	048			
5.	Receivables from partners and consortium members (354A, 355A, 358A, 35XA) - 391A	049			
6.	Receivables from derivative operations (373A, 376A)	050			
7.	Other receivables (335A, 336A, 33XA, 371A, 374A, 375A, 378A) - 391A	051			
8.	Deferred tax asset (481A)	052	794 025	794 025	
					975 816
B.III.	Short-term receivables total (I. 054 + I. 058 to I. 065)	053	22 967 296	22 790 733	
			176 563		23 697 205
B.III.1.	Trade receivables (I. 055 to I. 057)	054	17 563 746	17 387 183	
			176 563		21 257 329
1.a.	Trade receivables from connected entities (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	055	16 375 576	16 375 576	
					20 317 052
1.b.	Trade receivables within group except for receivables from connected entities (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	056			

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 1 9 8 9 9 4	ID number	3 6 2 5 0 7 8 3
Line a	ASSETS b	Line no. c	Current period		Prior period
			1 Gross value - part 1 Adjustment - part 2	Net value 2	Net value 3
1.c.	Other trade receivables (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/	057	1 188 170	1 011 607	
			176 563		940 277
2.	Net value of construction contracts (316A)	058			
3.	Other receivables from connected entities (351A) - 391A	059	3 582 537	3 582 537	
4.	Other receivables from group except from connected entities (351A) - 391A	060			
5.	Receivables from partners and consortium members (354A, 355A, 358A, 35XA, 398A) - 391A	061			
6.	Social security receivables (336A) - 391A	062			
7.	Tax receivables and subsidies (341, 342, 343, 345, 346, 347) - 391A	063	1 789 867	1 789 867	
					2 400 788
8.	Receivables from derivative operations (373A, 376A)	064			
9.	Other receivables (336A, 33XA, 371A, 374A, 375A, 378A) - 391A	065	31 146	31 146	
					39 088
B.IV.	Current financial assets total (l. 067 to l. 070)	066			
B.IV.1.	Current financial assets within connected entities (251A, 253A, 256A, 257A, 25XA) - /291A, 29XA/	067			
2.	Current financial assets outside connected entities (251A, 253A, 256A, 257A, 25XA) - /291A, 29XA/	068			
3.	Own shares and interests (252)	069			
4.	Short-term financial assets under construction (259, 314A) - /291A/	070			

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 1 9 8 9 9 4	ID number	3 6 2 5 0 7 8 3
Line a	ASSETS b	Line no. c	Current period		Prior period
			1 Gross value - part 1 Adjustment - part 2	Net value 2	Net value 3
B.V.	Financial assets total (I. 072 to I. 073)	071	346 054	346 054	2 142 060
B.V.1.	Cash (211, 213, 21X)	072	1 395	1 395	18 966
2.	Bank accounts (221A, 22X +/- 261)	073	344 659	344 659	2 123 094
C.	Accruals and prepayments total I. 075 and I. 078	074	19 060	19 060	20 133
C.1.	Prepaid expenses long-term (381A, 382A)	075			1 692
2.	Prepaid expenses short-term (381A, 382A)	076	19 060	19 060	18 441
3.	Accrued revenues long-term (385A)	077			
4.	Accrued revenues short-term (385A)	078			
Line a	LIABILITIES AND EQUITY b	Line no. c	Current period 4	Prior period 5	
	SHAREHOLDERS' EQUITY AND LIABILITIES TOTAL I. 080 + I. 101 + I. 141	079	54 067 427	53 559 452	
A.	Shareholders' equity I. 081+ I. 085+ I. 086 + I. 087+ I. 090 + I. 093 + I. 097 + I. 100	080	10 361 815	8 990 499	
A.I.	Registered capital total (I. 082 to I. 084)	081	1 244 772	1 244 772	
A.I.1.	Share capital (411 alebo +/- 491)	082	1 244 772	1 244 772	
2.	Change in share capital +/- 419	083			
3.	Receivables for subscribed share capital (/-/353)	084			
A.II.	Share premium (412)	085			
A.III.	Other capital funds (413)	086	3 127 812	3 127 812	
A.IV.	Legal reserve funds I. 088 + I. 089	087	124 477	124 477	
A.IV.1.	Legal reserve fund and non-distributable fund (417A, 418, 421A, 422)	088	124 477	124 477	
2.	Reserve fund on own shares and interests (417A, 421A)	089			

Balance sheet Úč POD 1 - 01		TIN	2 0 2 0 1 9 8 9 9 4	ID number	3 6 2 5 0 7 8 3
Line a	LIABILITIES AND EQUITY b	Line no. c	Current period 4	Prior period 5	
A.V.	Funds created from profit total (I. 091 + I. 092)	090			
A.V.1.	Statutory funds (423, 42X)	091			
2.	Other funds (427, 42X)	092			
A.VI.	Revaluation reserves total (I. 094 to I. 096)	093			
A.VI.1.	Revaluation reserve from valuation of assets and liabilities (+/- 414)	094			
2.	Investments revaluation reserve (+/- 415)	095			
3.	Revaluation reserve for mergers and demergers (+/-416)	096			
A.VII.	Retained earnings I. 098+ I. 099	097	3 051 105	3 051 105	
A.VII.1.	Retained profits from previous years (428)	098	3 051 105	3 051 105	
2.	Accumulated loss carried forward (-/429)	099			
A.VIII.	Profit or loss from current period +/- I. 001 - (I. 081 + I. 085 + I. 086 + I. 087 + I. 090 + I. 093 + I. 097 + I. 101 + I. 141)	100	2 813 649	1 442 333	
B.	Liabilities I. 102 + I. 118 + I. 121 + I. 122 + I. 136 + I. 139 + I. 140	101	43 645 126	44 538 766	
B.I.	Non-current liabilities total (I. 103 + I. 107 to I. 117)	102	26 056 509	21 053 064	
B.I.1.	Non-current trade liabilities total (I. 104 to I. 106)	103			
1.a.	Trade payables to connected entities (321A, 475A, 476A)	104			
1.b.	Trade payables to group except for connected entities (321A, 475A, 476A)	105			
1.c.	Other trade payables (321A, 475A, 476A)	106			
2.	Net value of construction contracts (316A)	107			
3.	Other long-term liabilities to connected entities (471A, 47XA)	108	26 000 000	21 000 000	
4.	Other long-term liabilities within group except for connected entities (471A, 47XA)	109			
5.	Other long-term liabilities (479A, 47XA)	110			
6.	Long-term advance payments received (475A)	111			
7.	Long-term bills of exchange payable (478A)	112			
8.	Bonds and debentures issued (473A/-/255A)	113			
9.	Social fund payable (472)	114	56 509	53 064	
10.	Other non-current liabilities (336A, 372A, 474A, 47XA)	115			
11.	Long-term liabilities from derivative operations (373A, 377A)	116			
12.	Deferred tax liability (481A)	117			

Balance sheet Uč POD 1 - 01		TIN	2 0 2 0 1 9 8 9 9 4	ID number	3 6 2 5 0 7 8 3
Line a	LIABILITIES AND EQUITY b	Line no. c	Current period 4	Prior period 5	
B.II.	Non-current provisions total (l. 119 to l. 120)	118		86 000	
B.II.1.	Legal provisions long term (451A)	119			
2.	Other long-term provisions (459A, 45XA)	120		86 000	
B.III.	Long-term bank loans (461A, 46XA)	121			
B.IV.	Current liabilities total (l. 123 + l. 127 to l. 135)	122	16 994 903	22 338 040	
B.IV.1.	Current trade payables (l. 124 to l. 126)	123	15 749 488	19 680 159	
1.a.	Trade payables to connected entities (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA)	124	10 414 634	13 938 492	
1.b.	Trade payables to group except for connected entities (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA)	125			
1.c.	Other trade payables (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA)	126	5 334 854	5 741 667	
2.	Net value of construction contracts (316A)	127			
3.	Payables to connected entities (361A, 36XA, 471A, 47XA)	128		1 939 817	
4.	Other liabilities within group except for connected entities (361A, 36XA, 471A, 47XA)	129			
5.	Payables to partners and consortium members (364, 365, 366, 367, 368, 398A, 478A, 479A)	130			
6.	Payables to employees (331, 333, 33X, 479A)	131	412 647	374 659	
7.	Social security payables (336A)	132	292 024	251 978	
8.	Tax liabilities and subsidies (341, 342, 343, 345, 346, 347, 34X)	133	540 744	71 589	
9.	Payables from derivative operations (373A, 377A)	134			
10.	Other short-term liabilities (372A, 379A, 474A, 475A, 479A, 47XA)	135		19 838	
B.V.	Current provisions total (l. 137 + l. 138)	136	593 714	1 061 662	
B.V.1.	Legal provisions short term (323A, 451A)	137	217 561	239 362	
2.	Other short term provisions (323, 32X, 459A, 45XA)	138	376 152	822 300	
B.VI.	Current bank loans (221A, 231, 232, 23X, 461A, 46XA)	139			
B.VII.	Short term financial borrowings (241, 249, 24x, 473A, 475A)	140			
C.	Accruals and deferred income - total (l. 142 to l. 145)	141	60 486	30 187	
C.1.	Accruals long term (383A)	142			
2.	Accruals short term (383A)	143	60 486	30 187	
3.	Deferred income long term (384A)	144			
4.	Deferred income short term (384A)	145			

Income Statement Úč POD 2 - 01		TIN	2 0 2 0 1 9 8 9 9 4	ID	3 6 2 5 0 7 8 3
Line a	Text b	Line no c	Actual result in		
			current period 1	prior period 2	
*	Net turnover (part of acc. group 6 as defined by the law)	01	90 446 325	83 611 513	
**	Revenues from operating activities total (l. 03 to l. 09)	02	91 951 708	84 938 281	
I.	Revenues from merchandise (604,607)	03			
II.	Revenues from own products (601)	04	90 025 885	82 567 060	
III.	Revenues from services (602, 606)	05	97 451	444 305	
IV.	Change in stock of finished goods and work in progress (+/- acc. group 61)	06	1 495 283	1 317 893	
V.	Own work capitalized (acc. group 62)	07			
VI.	Revenue from sale of non-current assets and material (641, 642)	08	10 100	8 875	
VII.	Other operating revenues (644, 645, 646, 648, 655, 657)	09	322 989	600 148	
**	Operating expenses total (l. 11 + l. 12 + l. 13 + l. 14 + l. 15 + l. 20 + l. 21 + l. 24 + l. 25 + l. 26)	10	88 148 233	82 685 985	
A.	Costs of merchandise sold (504, 507)	11			
B.	Material and energy consumption and other unstorable supplies (501, 502, 503)	12	61 179 079	55 372 723	
C.	Allowances to inventories (+/-) (505)	13	-334 517	894 437	
D.	Services (acc. group 51)	14	15 671 505	17 035 249	
E.	Personnel expenses total (l. 13 až 16)	15	9 705 732	8 095 717	
E.1.	Wages and salaries (521, 522)	16	6 682 462	5 546 693	
2.	Remuneration of members of the board of companies and co-operatives (523)	17	85 858	101 337	
3.	Social insurance costs (524, 525, 526)	18	2 315 443	2 005 459	
4.	Social security costs (527, 528)	19	621 969	442 228	
F.	Indirect taxes and charges (acc. group 53)	20	87 647	91 616	
G.	Depreciation of and provisions for non-current tangible and intangible assets (l. 22 + l. 23)	21	1 823 122	1 832 989	
G.1	Depreciation of non-current tangible and intangible assets (551)	22	1 823 122	1 832 989	
2.	Provisions for non-current tangible and intangible assets (+/-) (553)	23			
H.	Net book value of non-current assets and material sold (541, 542)	24		9 048	
I.	Creation and release of provisions for receivables (+/-547)	25	81 162	67 516	
J.	Other operating expenses (543, 544, 545, 546, 548, 549, 555, 557)	26	-65 497	-713 310	
***	Profit or loss from operating activities (+/-) (l.02 - l. 10)	27	3 803 475	2 252 296	

Income Statement Úč POD 2 - 01	TIN	2 0 2 0 1 9 8 9 9 4	ID	3 6 2 5 0 7 8 3
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Line a	Text b	Line no c	Actual result in	
			current period 1	prior period 2
*	Added value (I. 03 + I. 04 + I. 05 + I. 06 + I. 07) - (I. 11 + I. 12 + I. 13 + I. 14)	28	15 102 552	11 026 849
**	Revenues from financial activities I.30 + I. 31 + I. 35 + I. 39 + I. 42 + I. 43 + I. 44	29	136 232	346 775
VIII.	Revenues from sale of securities and ownership interests (661)	30		
IX.	Revenues from non-current financial assets (I. 32 to I. 34)	31		
IX.1.	Income from investments in connected entities (665A)	32		
2.	Income from investments in group except for connected entities (665A)	33		
3.	Income from other long-term securities and ownership interest (665A)	34		
X.	Income from short-term financial assets (I. 36 to I. 38)	35		
X.1	Income from investments in connected entities (666A)	36		
2.	Income from investments in group except for connected entities (666A)	37		
3.	Income from other current financial assets (666A)	38		
XI.	Interest income (I. 40 + I. 41)	39		
XI.1	Interest income from from connected entities (662A)	40		
2.	Other interest income (662A)	41		
XII.	Foreign exchange gains (663)	42	136 232	346 775
XIII.	Income from revaluation of securities and income from transactions with derivatives (664, 667)	43		
XIV.	Other financial revenue (668)	44		
**	Financial expenses total (I. 46 + I. 47 + I. 48 + I. 49 + I. 52 + I. 53 + I. 54)	45	341 434	454 921
K.	Book value of securities and ownership interest sold (561)	46		
L.	Costs of short-term financial assets (566)	47		
M.	Creation and release of provisions for financial assets (+/-) (565)	48		
N.	Interest expense (I. 50 + I. 51)	49	226 962	160 291
N.1.	Interest expense to connected entities (562A)	50	226 962	160 125
2.	Other interest expense (562A)	51		166
O.	Foreign exchange losses (563)	52	107 791	286 044
P.	Expenses for revaluation of securities and expenses for transactions with derivatives (564, 567)	53		
Q.	Other financial expenses (568, 569)	54	6 681	8 586

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Income Statement Úč POD 2 - 01		TIN	2 0 2 0 1 9 8 9 9 4	ID	3 6 2 5 0 7 8 3
		Actual result in			
Line a	Text b	Line no c	current period 1	prior period 2	
		Actual result in			
Line a	Text b	Line no c	current period 1	prior period 2	
***	Profit/(loss) from financial activities (+/-) (l. 29 - l. 45)	55	-205 202	-108 146	
****	Profit/(loss) for the period before tax (+/-) (l. 27 + l. 55)	56	3 598 273	2 144 150	
R	Tax on income (l. 58 + l. 59)	57	784 624	701 817	
R.1	- due (591, 595)	58	602 833		
2.	- deferred (+/-) (592)	59	181 791	701 817	
S.	Profit/(loss) share transferred to owners' account (+/- 596)	60			
****	Net profit/(loss) for the period after tax (+/-) (l. 56 - l. 57 - l. 60)	61	2 813 649	1 442 333	

SCHINDLER ESKALÁTORY, s.r.o.

1. DESCRIPTION OF THE COMPANY

SCHINDLER ESKALÁTORY, s.r.o., (hereafter referred to as the "Company") is a limited liability company established on 4 July 2002 and registered in the Commercial Register on 3 September 2002 (Commercial Register of the District Court Trnava, Section Sro, file 13673/T). Its registered office is Viedenská cesta 1, 929 01 Dunajská Streda, Slovak Republic and its registration number is 36 250 783.

The following changes were made to the Commercial Register extract in 2019. The sole shareholder changed from Schinac Verwaltungs AG (from 21/02/2015 to 29/05/2019) to Schinac Verwaltungs GmbH (from: 30/05/2019). Also, there has been a change of acting in the name of the company (from: 30/05/2019). Changes have also occurred in the procurator of the company. New member of the procurator of the company became Beáta Meton Soós (from 30/05/2019) and Diethart Weiss's function in the position of procurist was ended on 08/08/2019.

Its main activities are as follows:

1. Mediation activity within the scope of unqualified trade
2. Goods purchases for the purpose of resale and sale within the scope of unqualified trade
3. Manufacture of metal products
4. Assembly, reconstruction and maintenance of reserved technical equipment - escalators and their parts
5. Locksmith
6. Machining of metals
7. Production of lifting and manipulating devices - escalators and travelators

Information on the number of employees:

Item	Current accounting period	Immediately preceding accounting period
Average number of employees	340	273
Number of employees as at the balance sheet date, of whom:	344	350
Managers	8	6

Information on the structure of shareholders as at the balance sheet date and on the structure of shareholders up to its change during the accounting period:

Shareholder	Share in registered capital		Share in voting rights %	Other share in remaining items of equity and RC %
	In absolute terms	%		
Schinac Verwaltungs GmbH	1 244 772 EUR	100%	100%	0%
Total	1 244 772 EUR	100%	100%	0%

Shareholder up to the date of change in the structure of shareholders		Share in registered capital		Share in voting rights %	Other share in remaining items of equity and RC %
Owner/Shareholder	Date of change	In absolute terms	%		
Schinac Verwaltungs AG	30.5.2019	1 244 772	100%	100%	0%
Total	x	1 244 772	100%	100%	0%

The Company is a part of Schindler Holding Group. The parent company is Schinac Verwaltungs GmbH, Wienerbergstrasse 23-25, Wien 1100, Austria and the ultimate parent company is Schindler Holding Ltd. Consolidated financial statements for the whole Group are prepared by Schindler Holding Ltd. These consolidated financial statements are available at the registered office of the ultimate parent company (Seestrasse 55, 6052 Hergiswil, Switzerland).

The Company is released from the obligation to prepare consolidated financial statements and a consolidated annual report as per Section 22 (9) of the Act on Accounting, as Schindler Holding Ltd is preparing the consolidated financial statements under EU regulations, which include the accounting entity, its parent company and all its subsidiaries:

- Schindler S.P.A., Concorezzo (IT)
- Schindler CZ A.S., Praha (CZ)
- Roux Combaluzier Schindler, Vélizy-Villacoublay (FR)

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S.A. Schindler N.V., Bruxelles (BE)
Reber Schindler Heis A/S, Vennesla (NO)
Schindler Oy, Helsinki (FI)
Schinvest Ltd., Sunbury on Thames (GB)
Schindler Ltd., Dublin (IE)
Schindler Hiss AB, Danderyd, (SE)
Schindler Elevatorer A/S, Herlev (DK)
Schindler Aufzüge u. Fahrtreppen GmbH, Wien (AT)
Schindler Polska Sp., Warszawa (PL)
Schindler vyt'ahy a esk. a.s., Bratislava (SK)
Schindler Romania s.r.l., Bucuresti (RO)
Schindler Hungaria, Budapest (HU)
Schindler Ukraine, Kyiv (UKR)
Schindler Slovenija d.o.o., Ljubljana (SI)
Schindler Bulgaria EOOD, Sofia (BG)
Schindler d.o.o., Belgrade (SR)
Schindler Hrvatska d.o.o., Zagreb (HR)
Schindler BH d.o.o., Sarajevo (BIH)
Schindler Eskalátory s.r.o., Dunajská Streda (SK)

The Company does not have unlimited liability in any company.

Members of the statutory bodies as at 31 December 2019 were as follows:

<u>Statutory representative</u>
Zoltán Gneth

<u>Procuration</u>
Beáta Meton Soós
Ing. Dávid Németh, MBA
Peter Rigó

2. BASIS FOR PREPARATION OF THE FINANCIAL STATEMENTS

The financial statements were prepared in accordance with Act No. 431/2002 Coll. on Accounting as amended, on a going-concern basis and are presented as ordinary financial statements.

The financial statements for the year ended 31 December 2018 were approved by the Company's General Meeting on 13/06/2019.

The Financial Statements of the Company as of 31 December 2018 was filed in the Register of Financial Statements on 11 March 2019. The Annual Report was filed in the Register of Financial Statements on 24 June 2019 and the Auditor's Report on the audit of compliance of the Annual Report with the Financial Statements was filed in the Register of Financial Statements on 24 June 2019.

On 22 October 2019, the general meeting appointed Ernst & Young Slovakia, spol. s r.o. as the auditor of the Financial Statements for the accounting period from 1 January 2019 to 31 December 2019.

3. ACCOUNTING POLICIES AND METHODS

The accounting policies and general accounting principles have been consistently applied by the accounting entity.

In the casies of other accounting policies and general accounting principles have been consistently applied by the accounting entity.

In the accounting period 2019, the Company did not account for corrections of significant errors of past periods.

The preparation of the Financial Statements requires that the Company management make judgments, estimates, and assumptions that affect the application of the accounting policies and accounting principles and the amounts of assets, liabilities, income, and expenses. These estimates and related assumptions are based on historical experience and various other factors believed to be reasonable under the circumstances, the results of which form the basis for assessing the

SCHINDLER ESKALÁTORÝ, s.r.o.

carrying values of assets and liabilities that are not readily apparent from other sources. Therefore, actual results may differ from these estimates.

These estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are not recognized retrospectively, but instead in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The accounting policies and methods applied by the Company in preparing the 2019 and 2018 financial statements were as follows:

a) Non-Current intangible assets and Non-Current tangible assets

Purchased non-current assets are valued at their acquisition cost, which consists of the price at which an asset has been acquired plus costs related to the acquisition (customs duty, transport, assembling costs, insurance etc.) less credit notes, early payment discounts, rebates, price discounts, bonuses, etc.

The acquisition cost of non-current assets does not include interest on loans, which arose before the non-current assets were put into use.

Self-constructed non-current assets are valued at their conversion cost. Conversion cost includes all direct costs incurred during production or other activities and indirect costs related to production or other activities.

Depreciation

Amortization of non-current intangible assets is based on the expected useful lives of the assets and their expected wear and tear. Amortization commences on the first day of the month following the date on which the non-current asset was put into use. Low-value non-current intangible assets with an acquisition cost (or conversion cost) of EUR 2 400 or less are written off when the asset is put into use. Estimated useful lives, amortization methods, and amortization rates are shown in the table below:

	Estimated useful life	Annual depreciation rate	Depreciation method
Software	5 years	20%	straight-line
Valuable rights	13 months	7.7%/month	straight-line
Other non-current intangible assets	5 years	20%	straight-line
Low-value non-current intangible assets	diverse	100%	one-off amortization

Amortization methods, useful lives, and carrying values are reviewed as of each balance sheet date and adjusted if appropriate.

Depreciation of property, plant and equipment is based on the expected useful lives of the assets and their expected wear and tear. Depreciation commences on the first day of the month following the date on which the non-current asset was put into use. Low-value non-current tangible assets with an acquisition cost (or conversion cost) of EUR 1 700 or less are written off when the asset is put into use. Land is not depreciated. Estimated useful lives, depreciation methods, and depreciation rates are shown in the table below:

	Estimated useful life	Annual depreciation rate	Depreciation method
Buildings	10 to 30	3.33 to 10 %	straight-line
Machines, tools and equipment	6 to 12	8.33 to 16.67 %	straight-line
Vehicles	4 to 6	16.67 to 25 %	straight-line
Low-value non-current tangible assets	3 to 10	10 to 33.3 %	straight-line

Depreciation methods, useful lives, and carrying values are reviewed as of each balance sheet date and adjusted if appropriate.

Value adjustments are created based on the prudence principle if it is justified to assume that the value of an asset has decreased compared to its carrying value. A value adjustment is recognized in the amount of the justified estimate of the impairment of the asset compared to its carrying value.

Factors that are considered important for a review of asset impairment include:

- technological advances;
- significant underperformance relative to historical or projected future operating results;

SCHINDLER ESKALÁTORY, s.r.o.

- significant changes in the manner of use of the Company assets or an overall change in the Company strategy;
- product obsolescence.

If the Company determines that, based on the existence of one or several asset impairment indicators, it can be assumed that the value of an asset has decreased compared to its carrying value, it calculates the asset impairment on the basis of estimates of projected net discounted cash flows that are expected from the asset, including its possible sale. The estimated impairment could prove insufficient if the analysis overestimated cash flows or if conditions change in the future.

b) Financial Assets

Financial accounts are comprised of cash, stamps and vouchers, and bank account balances and are valued at their nominal value. A value adjustment is created for any impairment.

Current financial assets include short-term equity and debt securities which are due within one year at the time of their acquisition or available for sale within one year from their acquisition, own shares and own ownership interests, and emission quotas.

Long-term financial assets are not reported by the Company.

c) Inventory

Purchased inventory is valued at a fixed warehouse price, costs related to acquisition (customs duty, transport, insurance, commissions, discount, etc.) are recorded as price variances.

The difference between the fixed warehouse price and the actual is also recorded as a price variance. The price variance is calculated according to the material consumption. Interest on loans is not capitalized.

Own work capitalized inventory is valued at conversion cost. Conversion cost includes direct costs (direct material, direct labor, and other direct costs) and part of indirect costs directly related to own work capitalized (production overheads). Production overheads are included in the conversion cost based on the stage of production. Administrative overheads and selling costs are not included in the conversion cost. Interest on loans is not capitalized.

Net realizable value is the estimated selling price of inventory less the estimated costs of its completion and the estimated costs necessary to make the sale.

Inventory is written down for any impairment of value.

d) Construction Contracts

Construction contracts are not carried out by the Company.

e) Construction of Real Estate Held for Sale

Construction of real estate is not carried out by the Company.

f) Receivables

Receivables are initially measured at their nominal value; assigned receivables and receivables acquired via a contribution to share capital are valued at their acquisition cost, including costs related to the acquisition. The valuation of receivables is reduced by doubtful and bad debts.

Regarding long-term loans and non-current receivables, if the remaining maturity of a receivable or a loan exceeds one year, the value of this receivable or loan is adjusted by creating a value adjustment, which represents the difference between the nominal value and the present value of the receivable. The present value of a receivable is calculated as the sum of the products of future cash receipts and the relevant discount factors.

g) Deferred Expenses and Accrued Revenues

Deferred expenses and accrued revenues are presented in accordance with the matching principle in terms of substance and time.

h) Asset impairment and value adjustments

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Value adjustments are created based on the prudence principle if it is justified to assume that the value of an asset has decreased compared to its carrying value. The value adjustment is accounted for in the amount of the justified estimate of the impairment of the asset compared to its carrying value. Value adjustments are reversed or their amount is changed if the assumption of impairment changes.

Impairment of non-current assets and inventory

As of each balance sheet date, the carrying value of the Company's assets other than a deferred tax asset is reviewed to determine whether there are any indicators that assets may be impaired. If such indicators exist, the expected future economic benefits from the relevant asset are estimated.

Value adjustments presented in previous periods are reassessed as of each balance sheet date to determine whether any indicators exist that the asset impairment assumption has changed or ceased to exist. A value adjustment is reversed if the assumptions used for determining the expected economic benefits from the asset have changed. A value adjustment is only reversed to the extent that the carrying value of the asset does not exceed the carrying value that would have been determined, net of amortization and depreciation, if the value adjustment had not been presented.

Impairment of financial assets and receivables

As of each balance sheet date, financial assets that are not valued at their fair value are reviewed to determine whether there is any objective evidence that they are impaired.

Objective evidence of impairment of financial assets includes non-repayment of debt or an illegal conduct on the part of the debtor, the restructuring of the Company's receivables under such conditions that the Company would not consider under normal circumstances, indications that a petition for bankruptcy will be filed with respect to assets of the debtor or issuer, or if an active market has ceased to exist for the relevant security. Objective evidence of impairment of investments in shares and ownership interests also includes a significant or long-term decline in their fair value below their acquisition cost.

Expected future economic benefits from the Company's investments in shares and ownership interests and from receivables are calculated as the present value of estimated discounted future cash flows. When determining the recoverable amounts of loans and receivables, the debtor's ability and performance and the amount of collateral and third-party guarantees are also considered.

A value adjustment is reversed if the subsequent increase in the expected future economic benefits can be related objectively to an event occurring after the value adjustment was recognized.

i) Liabilities

Liabilities are initially measured at their nominal value. Assumed liabilities are valued at their acquisition cost. If reconciliation procedures reveal that the actual amount of liabilities differs from the amount recorded in the accounting books, the actual amount is used to value these liabilities in the accounting books and financial statements.

j) Provisions

A provision is a liability representing the Company's existing obligation arising from past events, which is likely to reduce its economic benefits in the future. Provisions are liabilities of uncertain timing or amount and are valued on the basis of an estimate whose amount is necessary to fulfill the existing obligation as of the balance sheet date.

Creation of a provision is recorded in the relevant expense or asset account to which the liability is attributable. The use of the provision is debited to the relevant account of provisions with a corresponding credit entry in the relevant liability account. Reversal of an unusable provision or part thereof is accounted for by means of an accounting entry in reverse to the creation of the provision.

Creation of a provision for bonuses, rebates, discounts, and the repayment of the purchase price in the event of a complaint is recorded as a reduction in the originally earned income with a corresponding credit entry in the account of provisions.

k) Deferred Revenues and Accrued Expenses

Accrued expenses and deferred income are presented in accordance with the matching principle in terms of substance and time.

l) Employee benefits

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Salaries, wages, contributions to pension and insurance funds, paid annual leave and paid sick leave, bonuses, and other benefits in kind (for example, health care) are recorded in the accounting period to which they correspond in terms of substance and time.

m) Equity

Equity consists of share capital, capital funds, legal reserve fund, profit/loss of previous periods and profit/loss to be approved.

The Company's share capital is stated in the amount recorded in the Commercial Register with the District Court. Any increase or decrease in the share capital pursuant to a decision made by the General Meeting, which was not entered in the Commercial Register at the reporting date, is recognized as a change in share capital. Contributions in excess of the share capital are recorded as share premiums. Other capital funds consist of monetary and non-monetary contributions in excess of share capital.

The Company creates a reserve fund of 10% of the Company's profit or loss.

n) Foreign Currency Transactions

Assets and liabilities denominated in a foreign currency are translated to the euro currency as of the date of the accounting transaction according to the foreign exchange reference rate determined and announced by the European Central Bank or the National Bank of Slovakia on the date preceding the date of the accounting transaction (hereafter referred to as the "reference rate").

An increase in a foreign currency (except for the valuation of a foreign currency acquired within a currency derivative) purchased with the euro currency is valued according to the exchange rate at which this foreign currency was purchased.

An increase in a foreign currency (except for the valuation of a foreign currency acquired within a currency derivative) purchased with another foreign currency is valued according to the value of the other foreign currency in euros, or an increase in a foreign currency in euros is valued according to the reference rate applicable on the date of the transaction.

Foreign currency acquired within a currency derivative is valued as follows:

- if a bank or a branch of a foreign bank is a party to the currency derivative, the exchange rate offered by the bank or the branch of the foreign bank that is a party to this currency derivative is used as of the valuation date, or the reference rate applicable as of the valuation date is used;
- if a bank or a branch of a foreign bank is not a party to the currency derivative, the reference rate applicable as of the valuation date is used.

In the case of a decrease in the same foreign currency in cash or in a foreign exchange account, the following is used to translate the foreign currency to euros

- the foreign exchange reference rate determined and announced by the European Central Bank or the National Bank of Slovakia on the date preceding the date of the accounting transaction.

Advance payments received and advance payments made in foreign currencies via a bank account maintained in this foreign currency are translated to the euro currency according to the foreign exchange reference rate determined and announced by the European Central Bank or the National Bank of Slovakia on the date preceding the date of the accounting transaction.

Advance payments received and advance payments made in foreign currencies via a bank account maintained in euros are translated to the euro currency according to the exchange rate at which these assets were purchased or sold.

They are not retranslated as of the balance sheet date.

Assets and liabilities denominated in a foreign currency (except for advance payments received and advance payments made) are translated to the euro currency as of the balance sheet date according to the foreign exchange reference rate determined and announced by the European Central Bank or the National Bank of Slovakia on the balance sheet date and are recorded with an impact on net profit/loss.

o) Revenues

Revenue from own work and merchandise is net of value added tax. Revenue is also reduced by discounts and reductions

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(rebates, bonuses, quick payment discounts, credit notes, etc.), irrespective of whether a customer was entitled to a discount in advance or whether a discount was agreed upon subsequently.

Revenue from the sale of products and merchandise is recognized on the date of performance of a supply according to the Commercial Code, Incoterms, or other terms and conditions specified in the contract.

Revenue from the sale of services is recognized in the accounting period in which the services were provided.

p) Derivatives

Derivatives are valued at their acquisition cost upon their acquisition and at their fair value as of the balance sheet date.

Changes in the fair values of hedging derivatives are recorded directly to equity, with no impact on net profit/loss, as differences from revaluation of assets and liabilities. The result of transactions with hedging derivatives is recorded as an expense related to derivative transactions and income from derivative transactions.

Changes in the fair values of derivatives held for trading on a domestic stock exchange, foreign stock exchange, or other public market are recorded with an impact on net profit/loss as expenses related to derivative transactions and income from derivative transactions.

Changes in the fair values of derivatives held for trading on a non-public market are recorded directly to equity, with no impact on net profit/loss, as differences from revaluation of assets and liabilities. The result of these transactions is recorded as an expense related to derivative transactions and income from derivative transactions.

The fair value of currency futures is determined on the basis on prices quoted on a stock exchange.

The fair value of interest rate swaps is based on brokers' estimates. The adequacy of these estimates is tested by discounting estimated future cash flows under the terms and maturity of each contract, using the market interest rates for similar instruments as of the valuation date.

Fair values reflect the credit risk of the instrument and include adjustments to take into account the credit risks of the Company and the counterparty where appropriate.

q) Leasing (Company as the lessee)

Financial leasing. Financial leasing is the acquisition of property, plant and equipment on the basis of a lease agreement with an agreed right to purchase the leased asset for agreed payments during the agreed period of lease. Assets leased through financial leasing are recognized and depreciated by the lessee, not by the owner.

The agreed payments include the purchase price for which the ownership title to the leased asset is transferred from the lessor to the lessee at the end of the agreed period of financial leasing of the asset.

The agreed period of lease is at least 60% of the depreciation period according to tax regulations. In the instance of lease of land, the period of lease is at least 60% of the depreciation period of the tangible asset included in tax depreciation group 5 or 6 (buildings and structures, the depreciation period for tax purposes is 20 and 40 years, respectively).

The asset received by the lessee is recorded in the accounting books of the lessee on the date when the asset is received, namely by means of a debit entry in the relevant asset account with a corresponding credit entry in account 474 – *Liabilities related to leasing* in the amount of the agreed payments less unrealized financial expenses.

Lease payment is allocated between the repayment of principal and financial expenses calculated using the effective interest rate method. Financial expenses are debited to account 562 – *Interest*.

r) Income Tax

Income tax expense is computed, using the valid tax rate, from accounting profit adjusted for permanent or temporary non-deductible expenses and income. Deferred taxes (deferred tax asset and deferred tax liability) relate to:

- Temporary differences between the carrying amount of assets and the carrying amount of liabilities shown on the balance sheet and their tax base,
- Tax losses available for carry-forwards, which can be offset against taxable profits in future periods,

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- Unused tax credits and other tax credits available for carry-forwards, which can be offset against taxable profits in future

Deferred tax assets and deferred tax liabilities are not recognized in the following cases:

- temporary differences upon initial recognition of an asset or liability in the accounting books if this accounting transaction has no impact on profit/loss or the tax base at the time of initial recognition and, at the same time, does not involve a business combination (i.e., it is not an accounting transaction arising for the buyer in the event of the purchase of a business or part thereof, the recipient of a contribution of a business or part thereof, or the successor accounting entity in the event of a merger, amalgamation into a separate accounting entity or demerger);
- temporary differences related to investments in subsidiaries, jointly controlled accounting entities, and associated accounting entities to the extent that the Company is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future;
- temporary differences upon initial recognition of goodwill or negative goodwill.

A deferred tax asset related to deductible temporary differences, unused tax losses, and unused tax deductions and other tax claims is only recognized if it is probable that a taxable profit will be available against which these amounts can be utilized. A deferred tax asset is reviewed as of each balance sheet date and reduced by the amount in which it is not probable that a taxable profit will be attained.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse.

A deferred tax asset and a deferred tax liability are presented separately in the Balance Sheet. If they relate to deferred income tax with respect to the same taxable entity and the same taxation authority, it is possible to only present the final balance of account 481 – *Deferred tax liability and deferred tax asset*.

s) Subsidies / Investment Incentives

The company does not dispose of any subsidies from the state budget.

t) Comparative information

If figures for the preceding accounting period in the individual sections of the Financial Statements are not comparable owing to a change in the accounting policies and accounting principles, an explanation of the incomparable figures is provided in the Notes to the Financial Statements.

u) Correction of misstatements from previous periods

If the Company identifies a significant error concerning previous accounting periods during the current accounting period, it corrects this error in accounts 428 - Retained earnings from previous years and 429 - Accumulated losses from previous years, i.e., with no impact on net profit/loss of the current accounting period. Corrections of insignificant errors of previous accounting periods are recorded in the current accounting period in the relevant expense or income account.

In 2019, the Company did not account for any corrections of significant errors of past periods.

4. NON-CURRENT ASSETS

a) Non-current intangible assets

Information on non-current intangible assets ("NIA"):

Non-current intangible assets	Current accounting period							Total
	Capitalized R & D costs	Software	Valuable rights	Goodwill	Other NIA	NIA under construction	Advance payments for NIA	
Acquisition cost								
Opening balance	0	2 292 755	150 000	0	663 878	52 175	0	3 158 809
Additions	0	0	0	0	0	26 300	0	26 300
Disposals	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0
Closing balance	0	2 292 755	150 000	0	663 878	78 475	0	3 185 108

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Accumulated depreciation								
Opening balance	0	461 273	150 000	0	318 111	0	0	929 384
Additions	0	456 787	0	0	33 194	0	0	489 981
Disposals	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0
Closing balance	0	918 060	150 000	0	351 305	0	0	1 419 365
Provisions								
Opening balance	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0
Closing balance	0	0	0	0	0	0	0	0
Net book value								
Opening balance	0	1 831 482	0	0	345 767	52 175	0	2 229 424
Closing balance	0	1 374 695	0	0	312 573	78 475	0	1 765 743

Non-current intangible assets	Immediately preceding accounting period							Total
	Capitalized R & D costs	Software	Valuable rights	Goodwill	Other NIA	NIA under construction	Advance payments for NIA	
Acquisition cost								
Opening balance	0	61 071	150 000	0	663 878	2 222 924	0	3 097 874
Additions	0	2 231 684	0	0	0	60 935	0	2 292 619
Disposals	0	0	0	0	0	2 231 684	0	2 231 684
Transfers	0	0	0	0	0	0	0	0
Closing balance	0	2 292 755	150 000	0	663 878	52 175	0	3 158 809
Accumulated depreciation								
Opening balance	0	40 460	150 000	0	284 917	0	0	475 377
Additions	0	420 813	0	0	33 194	0	0	454 007
Disposals	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0
Closing balance	0	461 273	150 000	0	318 111	0	0	929 384
Provisions								
Opening balance	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0
Closing balance	0	0	0	0	0	0	0	0
Net book value								
Opening balance	0	20 611	0	0	378 961	2 222 924	0	2 622 496
Closing balance	0	1 831 482	0	0	345 767	52 175	0	2 229 424

Non-current intangible assets	Value for current accounting period
Pledged non-current intangible assets	0
Non-current intangible assets that are not at the accounting entity's full disposal	0

b) Non-current tangible assets

information on non-current tangible assets ("NTA"):

Non-current tangible assets	Current accounting period								Total
	Land	Buildings	Plant and equipment	Perennial crops	Live-stock and draught animals	Other NTA	NTA under construction	Advance payments for NTA	
Acquisition cost									
Opening balance	665 492	12 058 246	6 517 038	0	0	0	527 007	224 714	19 992 497
Additions	0	1 471 756	1 062 088	0	0	0	1 134 176	148 692	3 816 712
Disposals	0	0	498 094	0	0	0	0	0	498 094
Transfers	0	332 670	0	0	0	0	0	-332 670	0

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Closing balance	665 492	13 862 672	7 081 032	0	0	0	1 661 183	40 736	23 311 115
Accumulated depreciation									
Opening balance	0	5 811 859	4 359 325	0	0	0	0	0	10 171 184
Additions	0	679 475	653 666	0	0	0	0	0	1 333 141
Disposals	0	0	497 620	0	0	0	0	0	497 620
Transfers	0	0	0	0	0	0	0	0	0
Closing balance	0	6 491 334	4 515 371	0	0	0	0	0	11 006 705
Provisions									
Opening balance	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0
Closing balance	0	0	0	0	0	0	0	0	0
Net book value									
Opening balance	665 492	6 246 387	2 157 713	0	0	0	527 007	224 714	9 821 312
Closing balance	665 492	7 371 338	2 565 661	0	0	0	1 661 183	40 736	12 304 410

Non-current tangible assets	Immediately preceding accounting period								Total
	Land	Buildings	Plant and equipment	Perennial crops	Live-stock and draught animals	Other NTA	NTA under construction	Advance payments for NTA	
Acquisition cost									
Opening balance	665 492	12 040 389	5 983 317	0	0	0	223 090	0	18 912 287
Additions	0	17 858	664 232	0	0	0	991 540	249 449	1 923 078
Disposals	0	0	130 510	0	0	0	687 622	24 735	842 867
Transfers	0	0	0	0	0	0	0	0	0
Closing balance	665 492	12 058 246	6 517 038	0	0	0	527 007	224 714	19 992 498
Accumulated depreciation									
Opening balance	0	5 054 135	3 833 074	0	0	0	0	0	8 887 209
Additions	0	757 724	622 193	0	0	0	0	0	1 379 917
Disposals	0	0	95 941	0	0	0	0	0	95 941
Transfers	0	0	0	0	0	0	0	0	0
Closing balance	0	5 811 859	4 359 325	0	0	0	0	0	10 171 184
Provisions									
Opening balance	0	0	0	0	0	0	0	0	0
Additions	0	0	0	0	0	0	0	0	0
Disposals	0	0	0	0	0	0	0	0	0
Transfers	0	0	0	0	0	0	0	0	0
Closing balance	0	0	0	0	0	0	0	0	0
Net book value									
Opening balance	665 492	6 986 253	2 150 243	0	0	0	223 090	0	10 025 078
Closing balance	665 492	6 246 387	2 157 714	0	0	0	527 007	224 714	9 821 314

Non-current tangible assets	Value for current accounting period
Pledged non-current tangible assets	0
Non-current tangible assets that are not at the accounting entity's full disposal	0

Property insurance

Property, plant and equipment is insured against theft and natural disaster up to TEUR 57 766 (2018: TEUR 57 766).

5. INVENTORY

A value adjustment was created to reflect impairment of inventory. The value of inventory has been impaired mainly due to changes in the product range, surplus inventory and a decrease in sales prices. The value adjustment to inventory was reversed because this inventory was sold.

Information on provisions for inventory:

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Inventory	Current accounting period				
	Opening balance of provisions	Creation of provisions	Release of provisions due to cease of justification	Release of provisions due to disposal of asset from accounting books	Closing balance of provisions
Material	3 284 132	0	-327 595	0	2 956 537
Work in progress and semi-finished products	101 986	0	-6 922	0	95 065
Total inventory	3 386 118	0	-334 517	0	3 051 602

7. RECEIVABLES

Information on provisions for receivables:

Receivables	Current accounting period				
	Opening balance of provisions	Creation of provisions	Release of provisions due to cease of justification	Release of provisions due to disposal of asset from accounting books	Closing balance of provisions
Trade receivables	95 401	81 162	0	0	176 563
Receivables from subsidiary and parent company	0	0	0	0	0
Other receivables within consolidated group	0	0	0	0	0
Receivables from partners and consortium members	0	0	0	0	0
Other receivables	0	0	0	0	0
Total receivables	95 401	81 162	0	0	176 563

Value adjustments to receivables reflect the credit rating and the customer's ability to pay. Value adjustments are created to the third parties out of the group individually or in general in according to the remaining maturity 6-12 months 33% and over 12 months 100%.

A value adjustment is used if an overdue receivable to which a value adjustment has been created in the past is repaid or written off.

A value adjustment is reversed in cases where the risk that the debtor will not repay the receivable or part thereof has ceased to exist or decreased.

Information on ageing structure of receivables:

Item	Due	Overdue	Total receivables
Long-term receivables			
Trade receivables	0	0	0
Receivables from subsidiary and parent company	0	0	0
Other receivables within consolidated group	0	0	0
Receivables from partners and consortium members	0	0	0
Other receivables	794 025	0	794 025
Total long-term receivables	794 025	0	794 025

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Short-term receivables			
Trade receivables	856 388	331 782	1 188 170
Receivables from subsidiary and parent company	12 083 169	4 292 407	16 375 576
Other receivables within consolidated group	3 582 537	0	3 582 537
Receivables from partners and consortium members	0	0	0
Social security receivables	0	0	0
Tax receivables	1 789 867	0	1 789 867
Other receivables	31 146	0	31 146
Total short-term receivables	18 343 107	4 624 189	22 967 296

Information on receivables pledged by a lien or other form of security:

Description of object of pledge	Current accounting period	
	Value of object of the pledge	Value of receivable
Receivables pledged by lien or other form of security	0	0
Value of pledged receivables	0	0
Value of receivables that are not at full disposal	0	0

8. FINANCIAL ASSETS

Information on current financial assets:

Item	Current accounting period	Immediately preceding accounting period
Cash in hand, stamps and vouchers	1 395	18 966
Current bank accounts	344 659	567 910
Cash in transit	0	1 555 184
Total	346 054	2 142 059

9. ACCRUALS AND PREPAYMENTS

Information on significant items of accruals and prepayments:

Item	Current accounting period	Immediately preceding accounting period
Deferred expenses – long-term, of which:	0	1 692
Service agreements	0	0
Other	0	1 692
Deferred expenses – short-term, of which:	19 060	18 441
Leasing	0	0
Other	19 060	18 441
Accrued income – long-term	0	0
Accrued income – short-term	0	0

11. EQUITY

As of 31 December 2019, the Company's share capital amounts to EUR 1 244 772.

Share capital was not changed during the accounting period.

Share capital has been fully paid.

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Information on distribution of accounting profit:

Item	Immediately preceding accounting period
Accounting profit	1 442 333
Distribution of accounting profit	Current accounting period
Contribution to legal reserve fund	0
Contribution to statutory and other funds	0
Contribution to social fund	0
Contribution to share capital	0
Settlement of losses from previous periods	0
Transfer to retained earnings from previous years	0
Payment of dividends	1 442 333
Other	0
Total	1 442 333

The general meeting will decide on the distribution of profit in the amount of EUR 2 813 649 for the accounting period 2019.

The proposal presented by the statutory body to the general meeting is as follows:

- to pay out to the owner of the Company in the amount of EUR 2 813 649.

No mandatory contribution to the legal reserve fund is required, as the legal reserve fund has already attained the maximum limit stipulated in the legislation and the Memorandum of Association.

12. PROVISIONS

Information on provisions:

Item	Current accounting period				
	Opening balance	Creation	Use	Release	Closing balance
Long-term provisions, of which:	86 000	0	-86 000	0	0
Other long-term provisions	86 000	0	-86 000	0	0
Unbilled supplies and services	86 000	0	-86 000	0	0
Short-term provisions, of which:	1 061 662	9 214 580	-9 682 527	0	593 715
Legal short-term provisions	239 362	622 351	-644 151	0	217 561
Vacation pay, including social security	239 362	622 351	-644 151	0	217 561
Other short-term provisions	822 300	8 592 229	-9 038 376	0	376 153
Audit of financial statements and preparation of tax return	14 450	13 514	-14 450		13 514
Unbilled supplies and services	726 263	8 075 775	-8 493 308		308 729
Other	81 587	502 941	-530 617	0	53 910

Item	Immediately preceding accounting period				
	Opening balance	Creation	Use	Release	Closing balance
Long-term provisions, of which:	2 847	596 000	-512 847	0	86 000
Other long-term provisions	2 847	596 000	-512 847	0	86 000
Losses	2 847	0	-2 847	0	0
Unbilled supplies and services	0	596 000	-510 000	0	86 000

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Short-term provisions, of which:	5 585 865	16 024 165	-20 548 368	0	1 061 662
Legal short-term provisions	182 367	278 520	-221 525	0	239 362
Vacation pay, including social security	182 367	278 520	-221 525	0	239 362
Other short-term provisions	5 403 498	15 745 645	-20 326 843	0	822 300
Audit of financial statements and preparation of tax return	30 000	41 450	-57 000	0	14 450
Unbilled supplies and services	4 665 455	12 463 812	-16 403 004	0	726 263
Other	708 043	3 240 383	-3 866 839	0	81 587

Provisions are created for precautionary reasons. The expected year of use of short-term provisions is 2020, while long-term provisions are expected to be used after 2020.

13. LIABILITIES

Information on liabilities:

Item	Current accounting period	Immediately preceding accounting period
Total non-current liabilities	26 056 509	21 053 064
Liabilities due over 5 years	0	0
Liabilities due in 1 – 5 years	26 056 509	21 053 064
Total current liabilities	16 994 903	22 338 040
Liabilities due within 1 year incl.	9 022 262	22 337 548
Liabilities overdue	7 972 641	492

14. DEFERRED INCOME TAX

Information on deferred tax asset or deferred tax liability:

Item	Current accounting period	Immediately preceding accounting period
Temporary differences between carrying amount of assets and their tax base, of which:	0	0
deductible	0	0
taxable	3 393 677	3 738 249
Temporary differences between carrying amount of liabilities and their tax base, of which:	0	0
deductible	0	0
taxable	376 152	908 299
Tax losses carried forward	0	0
Unused tax credits	0	0
Income tax rate (in %)	21	21
Deferred tax asset	794 025	975 816
Deferred tax asset recognized	794 025	975 816
Recognised in expenses	181 791	701 817
Recognised in equity	0	0
Deferred tax liability	0	0
Change in deferred tax liability	0	0
Recognised as expense	0	0

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Recognised in equity	0	0
Other	0	0

15. INFORMATION ON LIABILITIES FROM SOCIAL FUND

Information on liabilities from social fund:

Item	Current accounting period	Immediately preceding accounting period
Opening balance of social fund	53 064	41 444
Creation of social fund against expenses	118 204	106 649
Creation of social fund from profit	0	0
Other creation of social fund	0	0
Total creation of social fund	118 204	106 649
Use of social fund	-114 759	-95 030
Closing balance of social fund	56 509	53 064

According to the Act on the Social Fund, part of the social fund must be created against expenses and part can be created from retained earnings. According to the Act on the Social Fund, the social fund is used to satisfy social, health, recreation, and other needs of employees.

16. BANK LOANS AND BORROWINGS

The Company received a long-term interest-bearing loan from its parent entity Schinac Verwaltungs AG in 2015. The contract is for an indefinite period of time and in 2018 the loan relationship with the parent company was terminated. The company did not return the loan, but the loan provider was changed to Schindler Holding AG. From 20.12.2016 to 20.12.2017 the interest rate was 1.25% and from 21.12.2017 to 25.10.2019 the interest rate changed to 0.75%. As of 25 October 2019, the loan increased by EUR 5 000 000 and changed the interest rate to 1.25%.

Item	Currency	Interest p.a. in %	Maturity date	Amount of principal in currency for current accounting period	Amount of principal in EUR for current accounting period	Amount of principal in currency for immediately preceding accounting period
Long-term interest-bearing borrowings						
Borrowing Schindler Holding AG	EUR	1.25	23.10.2020	26 000 000	26 000 000	21 000 000

The principal is 21 000 000 € and interests unpaid to 31 Dec 2018 are in the amount of EUR 30 187.
The principal is 26 000 000 € and interests unpaid to 31 Dec 2019 are in the amount of EUR 60 486.

17. ACCRUALS AND DEFERRED INCOME

Information on significant items of accrued expenses and deferred income:

Item	Current accounting period	Immediately preceding accounting period
Accrued expenses - long-term	0	0
Accrued expenses - short-term, of which:	60 486	30 187
Interests	60 486	30 187
Deferred income - long-term	0	0
Deferred income - short-term	0	0

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18. DERIVATIVES

The Company concludes contracts with Schindler Holding AG, Hergiswil (in 2018: Schinac Verwaltungs AG, Wien) for currency forwards, in cooperation with the Group's guideline of Schindler Management Ltd. Group on financial derivatives.

The Company purchases USD, CHF, GBP for a predetermined exchange rate, from which it pays its foreign currency liabilities. Contracts are concluded separately for each purchase and sale of the currency forward. Depending on the entity's financial needs, the currency forward contract is terminated by its resale to Schindler Holding AG, Hergiswil (in 2018: Schinac Verwaltungs AG, Wien).

Information on significant items of derivatives for the current accounting period:

Item	Fair value		Agreed price of underlying instrument
	Receivables	Liabilities	
Derivatives held for trading	-	-	-
Hedging derivatives	-	-	-

The Company did not have any open trades as of 31 December 2019 or 31 December 2018.

19. LEASES (ACCOUNTING ENTITY IS THE LESSEE)

Information on assets leased under finance lease:

Item	Current accounting period			Immediately preceding accounting period		
	Maturity			Maturity		
	Due within 1 year incl.	Due from 1 year to 5 years incl.	Due over 5 years	Due within 1 year incl.	Due from 1 year to 5 years incl.	Due over 5 years
Principal	0	0	0	0	0	0
Financial expense	0	0	0	0	0	0
Total	0	0	0	0	0	0

20. CONTINGENT ASSETS AND CONTINGENT LIABILITIES, OFF-BALANCE SHEET ITEMS

The Company rented an advertising space on its property. The annual price for rent was 1.000 EUR.

21. REVENUES AND EXPENSES**Revenues**

Information on revenues:

Territory	Finished goods (Escalators and their accessories)		Services	
	Current accounting period	Immediately preceding accounting period	Current accounting period	Immediately preceding accounting period
	90 025 885	82 567 060	97 451	444 305
Total	90 025 885	82 567 060	97 451	444 305

Details of changes in own inventory

Information on changes in own inventory:

Item	Current accounting period	Immediately preceding accounting period	Changes in inventory
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	Closing balance	Closing balance	Opening balance	Current accounting period	Immediately preceding accounting period
Work in progress	4 771 275	3 221 625	1 729 835	1 549 650	1 491 790
Semi-finished products	629 133	683 501	539 404	-54 368	144 097
Total	5 400 408	3 905 126	2 269 239	1 495 282	1 635 887
Shortages and damage	x	x	x	0	0
Representation costs	x	x	x	0	0
Gifts	x	x	x	0	0
Other	x	x	x	0	-317 994
Change of internal inventory	x	x	x	1 495 282	1 317 893

Capitalization and operating income, financial income and extraordinary income

Information on capitalized costs, operating income, financial income and extraordinary income:

Item	Current accounting period	Immediately preceding accounting period
Significant items of capitalized costs, of which:	0	0
Other significant items of operating income, of which:	333 089	609 023
Sale of tangible assets	10 100	8 875
Income from the sale of scrap	73 521	75 354
Revenue from re-invoicing of operating costs	235 199	517 821
Other	14 270	6 973
Financial income, of which:	136 232	346 775
<i>Exchange rate gains, of which:</i>	<i>136 232</i>	<i>346 775</i>
Exchange rate gains as at balance sheet date	-10 718	0

Information on net turnover:

Item	Current accounting period	Immediately preceding accounting period
Revenues from own products	90 025 885	82 567 060
Revenues from services provided	97 451	444 305
Other income related to ordinary activities	322 989	600 146
Total net turnover	90 446 325	83 611 513

Country	Products, merchandise and services	2019	2018
Slovak republic	services	7 816	1 000
	products	592 836	2 614 517
	sale of scrap	73 521	75 354
	other revenues	6 546	34 237
	Total	680 719	2 725 108

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EU	services	45 197	0
	products	68 103 449	57 223 480
	other revenues	7 724	703 326
	Total	68 156 370	57 926 806
USA and Canada	products	4 402 194	5 251 479
	other revenues	0	128 944
	Total	4 402 194	5 380 423
Switzerland	products	4 871 180	5 099 776
	Total	4 871 180	5 099 776
Other	services	44 438	0
	products	12 056 225	12 377 808
	other revenues	235 199	101 592
	Total	12 335 863	12 479 400
Total	products	90 025 885	82 567 060
	services	97 451	1 000
	other significant revenues	322 989	1 043 453
	Total	90 446 325	83 611 513

Expenses

Information on expenses:

Item	Current accounting period	Immediately preceding accounting period
Cost of services provided, of which:	15 671 505	17 035 249
Costs related to auditor, audit company, of which:	18 900	38 580
costs related to the audit of financial statements	18 900	23 000
other assurance services	0	0
related audit services	0	0
tax advisory	0	7 000
other non-audit services	0	8580
Leasing of staff	313 296	1 015 853
Transport	2 881 263	2 646 665
Rent	363 574	207 356
Leasing	242	17 285
Personnel services	41 202	40 418
Legal and other service-providing services	7 064 240	8 814 830
Travel costs	562 698	440 056
Repairs and services	468 307	446 831
Audit and advisory	9 870	0
Support of management	708 580	1 006 610

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IT support	141 424	-30 960
Licences	222 721	301 342
Packaging	1 383 463	1 325 701
Costs of quality	59 630	-312 179
Services for PSP projects	974 013	536 361
Other	458 082	540 501
Other operating expenses	-65 497	-713 310
Shortages and damage	23 229	43 985
Creation and reversal of provisions	-86 000	-809 000
Other	-2 726	51 705
Personnel expenses	9 791 590	8 095 718
Wages	6 768 320	5 546 693
Other employee related costs	85 858	101 337
Social insurance	2 315 443	2 005 459
Health insurance		0
Social security	621 969	442 228
Financial expenses, of which:	341 434	454 921
<i>Exchange rate losses, of which:</i>	<i>107 791</i>	<i>286 044</i>
Exchange rate losses as at balance sheet date	-4 539	52 465
<i>Other significant items of financial expenses, of which:</i>	<i>233 643</i>	<i>168 877</i>
Interest expense	226 962	160 291
Bank charges	6 681	8 586

Income taxes

Information on income tax:

Item	Current accounting period	Immediately preceding accounting period
Total deferred tax asset recognised as income or expense arising from change in income tax rate	0	0
Total deferred tax liability recognised as income or expense arising from change in income tax rate	0	0
Total deferred tax asset in respect of tax loss carry-forward, unused tax credits and other tax claims, as well as temporary differences from previous accounting periods in respect of which a deferred tax asset was not recognized in the previous accounting periods	0	0
Total deferred tax liability arising from part of a deferred tax asset not recognized in the current accounting period, which was recognized in previous accounting periods	0	0

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Total tax losses carried forward, unused tax deductions and other tax claims and deductible temporary differences in respect of which a deferred tax asset was not recognized	0	0
Total deferred income tax relating to items recognised directly to equity accounts without being recognised in expense or income accounts	0	0

Information on income tax:

Item	Current accounting period			Immediately preceding accounting period		
	Tax base	Tax	Tax in %	Tax base	Tax	Tax in %
Profit/loss before tax, of which:	3 598 273	x	x	2 144 150	x	x
Theoretical tax	x	755 637	21%	x	450 272	21%
Tax non-deductible expenses	3 935 388	826 431	23%	2 561 445	537 903	25%
Non-taxed income	-4 438 930	-932 175	-26%	-5 452 388	-1 145 001	-53%
Impact of non-disclosed deferred tax asset	552 656	116 058	3%	0	0	0
Tax losses carried forward	-184 219	-38 686	-1%	0	0	0
Change in tax rate	0	0	0%	0	0	0
Other	-39 879	-8 375	0%	0	0	0
Total	3 094 731	602 833	17%	-746 793	-156 826	-7%
Current income tax	x	602 833	17%	x	0	0
Deferred income tax	x	181 791	5%	x	701 817	33%
Total income tax	x	784 624	22%	x	701 817	33%

The income tax rate in the Slovak Republic is 21% (in 2018: 21%).

Data on income and remuneration of members of statutory bodies, supervisory bodies, and other bodies of the accounting entity

Remuneration of members of the Company's statutory bodies for the performance of their functions for the Company in the reporting period was of EUR 0 (in 2018: EUR 0), remuneration of the Company's supervisory bodies was in the amount of EUR 0 (in 2018: EUR 0).

In 2019, no loans, guarantees or other security were issued to the members of the statutory body or the members of the supervisory bodies; there were no financial or other resources used for private purposes and claimed by members (2018: EUR 0).

22. RELATED PARTY INFORMATION

Information on economic relations between the accounting entity and related parties:

Parties related to the Company are related accounting entities within the Group, as well as their statutory bodies, directors, and executive directors. The ultimate parent is Schinac Verwaltungs AG.

Transactions with the parent accounting entity

The Company carried out the following transactions with the parent accounting entity Schinac Verwaltungs AG:

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	2019	2018
	EUR	EUR
Sale of products	-	-
Total income	-	-
Purchase of services	-	-
Loan interests	-	160 125
Total purchases	-	160 125
Guarantee provided by the parent accounting entity for an investment loan	-	-
Long-term loan received from the parent accounting entity	-	21 000 000
Repayment of a long-term loan received from the parent accounting entity	-	-

Assets and liabilities related to transactions with the parent accounting entity are shown in the table below:

	31. 12. 2019	31.12.2018
	EUR	EUR
Inventory	-	-
Other receivables from affiliated accounting entities	-	-
Total assets	-	-
Loans received	-	21 000 000
Trade liabilities	-	0
Total liabilities	-	21 000 000

Transactions with other related parties

The Company carried out the following transactions with other related parties:

	2019	2018
	EUR	EUR
Sale of products - escalators and parts (601)	83 942 992	72 746 724
Sale of services (602)	53 763	443 305
Other revenues (648)	235 199	517 821
Total income	84 231 954	73 707 850
Management fee	708 580	1 006 610
License fees	220 321	306 258
Other	17 500	151 493
Service-providing services	8 497 631	8 660 053
Loan interests	226 962	0
Total purchases	9 444 032	10 124 414
Loan received from related party	26 000 000	0
Acquisition of material, products and merchandise	12 363 198	13 430 087
Total acquisition	12 363 198	13 430 087

Assets and liabilities related to transactions with other related accounting entities are shown in the table below:

	31. 12. 2019	31.12.2018
	EUR	EUR
Trade receivables	16 375 576	20 317 052
Other receivables	3 582 537	0
Total assets	19 958 113	20 317 052
Trade liabilities - short-term	10 414 634	13 938 492
Other liabilities - short-term	0	1 939 817

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Loan received	26 000 000	0
Total liabilities	36 414 634	15 878 309

Transactions with key management personnel

Key management personnel are persons having authority and responsibility for planning, directing, and controlling the activities of the accounting entity, directly or indirectly, including any executive director or other director of that accounting entity. The average number of key management personnel was 8 in 2019 and 6 in 2018.

Emoluments paid and commitments related to key management personnel (presented under personnel expenses in the Income Statement) are as follows:

	2019	2018
	EUR	EUR
Wages and other short-term employee benefits	693 980	280 158
Supplementary pension insurance	5 918	0
Total	699 898	280 158

No other significant payments or benefits have been made or granted to key management personnel.

23. INFORMATION ON CHANGES IN EQUITY

Equity Items	Current accounting period				
	Opening balance	Additions	Disposals	Transfers	Closing balance
Share capital	1 244 772	0	0	0	1 244 772
Own shares and interests	0	0	0	0	0
Change in share capital	0	0	0	0	0
Receivables for subscribed share capital	0	0	0	0	0
Share premium	0	0	0	0	0
Other capital funds	3 127 812	0	0	0	3 127 812
Legal reserve fund (non-distributable fund) from capital contributions	124 477	0	0	0	124 477
Assets and liabilities revaluation reserve	0	0	0	0	0
Investment revaluation reserve	0	0	0	0	0
Revaluation reserve for mergers and de-mergers	0	0	0	0	0
Legal reserve fund	0	0	0	0	0
Non-distributable fund	0	0	0	0	0
Statutory and other funds	0	0	0	0	0
Retained earnings from previous years	3 051 105	0	0	0	3 051 105
Accumulated loss from previous years	0	0	0	0	0
Profit or loss for current accounting period	1 442 333	2 813 649	0	-1 442 333	2 813 649
Dividends paid	0	0	-1 442 333	1 442 333	0
Other equity items	0	0	0	0	0
Account 491 - Equity of Natural Person - Entrepreneur	0	0	0	0	0

Equity Items	Immediately preceding accounting period				
	Opening balance	Additions	Disposals	Transfers	Closing balance
Share capital	1 244 772	0	0	0	1 244 772
Own shares and interests	0	0	0	0	0
Change in share capital	0	0	0	0	0
Receivables for subscribed share capital	0	0	0	0	0
Share premium	0	0	0	0	0
Other capital funds	3 127 812	0	0	0	3 127 812
Legal reserve fund (non-distributable fund) from capital contributions	124 477	0	0	0	124 477
Assets and liabilities revaluation reserve	0	0	0	0	0
Investment revaluation reserve	0	0	0	0	0

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Revaluation reserve for mergers and de-mergers	0	0	0	0	0
Legal reserve fund	0	0	0	0	0
Non-distributable fund	0	0	0	0	0
Statutory and other funds	0	0	0	0	0
Retained earnings from previous years	3 051 105	0	0	0	3 051 105
Accumulated loss from previous years	0	0	0	0	0
Profit or loss for current accounting period	2 870 142	1 442 333	0	-2 870 142	1 442 333
Dividends paid	0	0	0	0	0
Other equity items	0	0	0	0	0
Account 491 - Equity of Natural Person - Entrepreneur	0	0	0	0	0

Other capital funds totaling EUR 3 127 812 include a contribution by a shareholder in 2001, which did not result in an increase in share capital.

24. CASH FLOW STATEMENT

The cash flow statement was prepared using the indirect method.

25. SUBSEQUENT EVENTS

No events occurred subsequent to 31 December 2019 that might have a material effect on the fair presentation of the matters disclosed in these financial statements.

Since the beginning of 2020, COVID-19 (coronavirus) has spread throughout the entire world and its negative effects are becoming increasingly serious. Although at the time of issuing the financial statements, management had not identified any significant impact on the Company's activities, as the situation is changing rapidly, future repercussions are unpredictable. Any negative consequences and/or loss will be included in the Company's 2020 accounting books and financial statements.

Table 1 - Cash Flow Statement

Description	Item	Actual amount in EUR	
		Current acc. period	Previous acc. period
Cash flows from operating activities			
Z/S	Profit/loss from ordinary activities before taxation (+/-)	3 598 273	2 144 150
A.1.	Non cash transactions influencing profit/loss from ordinary activities before taxation (sum of A.1.1. to A.1.13) (+/-)	1 274 155	-1 534 678
A.1.1.	Depreciation of intangible and tangible fixed assets (+)	1 823 122	1 832 989
A.1.2.	Net book value of intangible and tangible fixed assets recorded after disposal of such assets and charged to expenses for ordinary activities except for the sale (+)		
A.1.3.	Write-off of the provisions for acquired assets (+/-)		
A.1.4.	Change in long-term provisions for liabilities (+/-)	-553 949	-4 441 050
A.1.5.	Change in provisions for assets (+/-)	-253 354	961 952
A.1.6.	Change in expense and revenues accruals (+/-)	31 372	11 698
A.1.7.	Dividends and other profit sharing charged to revenues (-)		
A.1.8.	Interest expense (+)	226 962	160 291
A.1.9.	Interest income (-)		
A.1.10.	Foreign exchange gains from cash and cash equivalents at the balance sheet date (-)		
A.1.11.	Foreign exchange losses from cash and cash equivalents at the balance sheet date (+)		
A.1.12.	Profit/loss on sale of fixed assets except for those considered cash equivalents (+/-)		173
A.1.13.	Other items of non-cash nature which effect profit/loss from ordinary activities except for those which are listed separately in other sections of the cash flow statement (+/-)	2	-60 731
A.2.	Effect of changes in working capital (the difference between current assets and current liabilities excluding current asset items which are part of cash and cash equivalents) on profit/loss from ordinary activities	3 393 663	3 396 768
A.2.1.	Change in receivables from operations (-/+)	227 443	3 453 372
A.2.2.	Change in payables from operations(+/-)	4 205 604	4 917 115
A.2.3.	Change in inventories (-/+)	-1 039 384	-4 973 719
A.2.4.	Change in current financial assets except for those included in cash and cash equivalents (-/+)		
	Cash flow from operating activities except for income and expenditure which are listed separately in other sections of the cash flow statement (+/-), (sum of Z/S + A.1.+ A.2.)	8 266 091	4 006 240
A.3.	Interest received except for that included in investment activities (+)		
A.4.	Interest paid except for that included in financing activities (-)	-226 962	
A.5.	Dividends and other profit sharing received (+)		
A.6.	Dividends and other profit sharing paid except for those included in investment activities (-)		
	Cash flow from operating activities (+/-) (sum of Z/S + A.1. to A.6.)	8 039 129	4 006 240
	Income tax paid except for that included in investment or financing activities (-/+)	449 737	-599 650
A.7.			
A.8.	Extraordinary income related to operations (+)		
A.9.	Extraordinary expenditure related to operations (-)		
A.	Net cash flow from operating activities (+/-) (sum of Z/S + A.1. to A.9.)	8 488 866	3 406 590
Cash flow from investment activities			
B.1.	Expenditure for acquisition of intangible fixed assets (-)	-26 300	
B.2.	Expenditure for acquisition of tangible fixed assets (-)	-3 816 239	-1 140 350
B.3.	Expenditure for acquisition of long-term securities and shares in other entities except for securities which are considered cash equivalents and securities available for sale or trading securities (-)		
B.4.	Income on sale of intangible fixed assets (+)		
B.5.	Income on sale of tangible fixed assets (+)		8 875
B.6.	Income on sale of long-term securities and shares in other entities except for securities which are considered cash equivalents and securities available for sale or trading securities (+)		
B.7.	Expenditure for non-current borrowings provided by the entity to another entity that is a member of the consolidation group (-)		
B.8.	Income on the repayment of non-current borrowings provided by the entity to another entity that is a member of the consolidation group (+)		
B.9.	Expenditure for non-current borrowings provided by the entity to third parties except for non-current borrowings provided to the entity that is included in the consolidation group (-)		
B.10.	Income on the repayment of non-current borrowings provided by the entity to third parties (+)		
B.11.	Income on lease of complex movable and immovable assets used and depreciated by the lessee (+)		
B.12.	Interest received except for that included in operating activities (+)		
B.13.	Dividends and other profit sharing received except for those included in operating activities (+)		
B.14.	Expenditures related to derivatives except for those which are available for sale or trading, or are considered cash flow from financing activities (-)		
B.15.	Income related to derivatives except for those which are available for sale or trading, or are considered cash flow from financing activities (-)		
B.16.	Income tax paid where includable in investment activity (-)		
B.17.	Extraordinary income related to investment activity (+)		
B.18.	Extraordinary expenditures related to investment activity (-)		
B.19.	Other income related to investment activity (+)		
B.20.	Other expenditures related to investment activity (-)		
B.	Net cash flow from investment activities (sum of B.1. to B.20.)	-3 842 539	-1 131 475

Description	Item	Actual amount in EUR	
		Current acc. period	Previous acc. period
Cash flows from financing activities			
C.1.	Cash flows in equity (sum of C.1.1. to C.1.8.)		
C.1.1.	Income on shares subscribed and ownership interests (+)		
C.1.2.	Income on other capital stakes owned by partners or individuals (+)		
C.1.3.	Monetary gifts received (+)		
C.1.4.	Income on loss settlement by partners (+)		
C.1.5.	Expenditure for acquisition or repurchase of own shares and own ownership interests (-)		
C.1.6.	Expenditure relating to decrease of funds created by the entity (-)		
C.1.7.	Expenditure for repayment of capital stakes to entity's partners and individuals (-)		
C.1.8.	Any other expenditure that relates to a decrease in equity (-)		
C.2.	Cash flows arising from long-term and short-term payables from financing activities	-5 000 000	1 939 817
C.2.1.	Income on issue of debt securities (+)		
C.2.2.	Repayment of payables from debt securities (-)		
C.2.3.	Income on loans from banks except for those provided for main business activities (+)		
C.2.4.	Repayment of loans from banks except for those provided for main business activities (-)		
C.2.5.	Income on borrowings received (+)	-5 000 000	1 939 817
C.2.6.	Repayment of borrowings(-)		
C.2.7.	Repayment of payables from assets subject to a leased assets purchase contract (-)		
C.2.8.	Repayment of payables arising from the lease of complex, movable and immovable assets used and depreciated by a lessee (-)		
C.2.9.	Income on other long-term and short-term payables resulting from financing activities of the entity except for those which are listed separately in other sections of the cash flow statement (+)		
C.2.10.	Repayment of other long-term and short-term payables resulting from financing activities of the entity except for those which are listed separately in other sections of the cash flow statement (-)		
C.3.	Interest paid except for that included in operating activities (-)		-160 291
C.4.	Dividends paid and other profit sharing except for those included in operating activities (-)	-1 442 333	-2 870 142
C.5.	Expenditures related to derivatives except for those which are available for sale or trading, or are considered cash flow from investment activities (-)		
C.6.	Income related to derivatives except for those which are available for sale or trading, or are considered cash flow from investment activities (+)		
C.7.	Income tax paid where includable in financing activities (-)		
C.8.	Extraordinary income related to financing activities (+)		
C.9.	Extraordinary expenditures related to financing activities (-)		
C.	Net cash flows from financing activities	-6 442 333	-1 090 616
D.	Net increase or net decrease of cash and cash equivalents (+/-) (aggregate A+B+C)	-1 796 006	1 184 499
E.	Cash and cash equivalents at the beginning of the accounting period	2 142 060	957 561
F.	Cash and cash equivalents at the end of the accounting period before foreign exchange gains/losses calculated at the balance sheet date	346 054	2 142 060
G.	Foreign exchange gains/losses for cash and cash equivalents at the balance sheet date (+/-)		
H.	Cash and cash equivalents at the end of the accounting period adjusted for foreign exchange gains/losses calculated at the balance sheet date (+/-)	346 054	2 142 060

