

Commander Services s.r.o.

**Financial Statements for the year ended
31 December 2020
and Independent Auditor's Report**

March 2021



Independent Auditor's Report

To the Shareholder and Executives of Commander Services s.r.o.:

Our opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Commander Services s.r.o. (the "Company") as at 31 December 2020, and the Company's financial performance for the year then ended in accordance with the Slovak Act on Accounting No. 431/2002, as amended (the "Accounting Act").

What we have audited

The Company's financial statements comprise:

- the balance sheet as at 31 December 2020;
- the income statement for the year then ended;
- the notes to the financial statements, which include significant accounting policies and other explanatory information.

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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Company in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (Code of Ethics) and the ethical requirements of the Slovak Act on Statutory Audit No. 423/2015 and on amendments and supplements to Slovak Act on Accounting No. 431/2002, as amended (hereafter the "Act on Statutory audit") that are relevant to our audit of the financial statements in the Slovak Republic. We have fulfilled our other ethical responsibilities in accordance with the Code of Ethics and the ethical requirements of Act on Statutory audit.

Reporting on other information including the Annual Report

Management is responsible for the other information. The other information comprises the Annual Report (but does not include the financial statements and our auditor's report thereon) which is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information.

In connection with our audit of the financial statements, our responsibility will be to read the other information identified above when it becomes available and, in doing so, to consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.



With respect to the Annual Report, we will also consider whether it includes the disclosures required by the Accounting Act, when it becomes available to us. This will include checking the consistency of the Annual Report with the financial statements, and whether the Annual Report has been prepared in accordance with the Accounting Act.

In addition, our updated report will either state that we have nothing to report in respect of the above, or will describe any material misstatements we identified in the Annual Report based on our knowledge and understanding of the Company and its environment, which we obtained during our audit.

Management's responsibilities for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Accounting Act, and for such internal control as management determines is necessary to enable the preparation of the 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 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 disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the management 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.


PricewaterhouseCoopers Slovensko, s.r.o.
Licence SKAU No. 161


Ing. František Zummer
Licence UDVA No. 1217

9 March 2021
Bratislava, Slovak Republic

Note

Our report has been prepared in Slovak and in English. In all matters of interpretation of information, views or opinions, the Slovak language version of our report takes precedence over the English language version.

FINANCIAL STATEMENTS

of entrepreneurs maintaining accounts under the system of double entry bookkeeping

at 3 1 . 1 2 . 2 0 2 0 (in whole euros)

| | | | | |
|--|--|---|--|----------------------------|
| Tax identification number (DIČ) 2 1 2 0 6 1 9 2 7 0 | Financial statements <input checked="" type="checkbox"/> ordinary <input type="checkbox"/> extraordinary <input type="checkbox"/> interim | Accounting entity <input checked="" type="checkbox"/> small <input type="checkbox"/> large <input type="checkbox"/> (vyznačí sa x) | Month from 1 2 0 2 0 to 1 2 2 0 2 0 | Year 2 0 2 0 2 0 2 0 |
| Identification number (IČO) 5 1 1 8 3 4 5 5 | | | Preceding period from 1 2 0 1 9 to 1 2 2 0 1 9 | |
| SK NACE 6 2 . 0 3 . 0 | | | | |

Attached parts of the financial statements

Balance Sheet (Úč POD 1-01) Income Statement (Úč POD 2-01) Notes to the Financial Statements (Úč POD 3-01)
(in whole euros) (in whole euros) (in whole euros or eurocents)

Legal name (designation) of the accounting entity

COMMANDER SERVICES S . R . O

Registered office of the accounting entity

Street Ž I T N Á Number 2 3

Zip code 8 3 1 0 6 Municipality B r a t i s l a v a

Designation of the Commercial Register and company registration number

O k r e s n ý S ú d B r a t i s l a v a I

O d d i e l : I . , V l o ž k a č í s l o : 1 2 3 5 6 2 / B

Telephone Fax

Email

| | | |
|-----------------------------------|-------------------------------------|---|
| Prepared on: 9 . 0 3 . 2 0 2 1 | Approved on: 1 7 . 0 3 . 2 0 2 1 | Signature of the accounting entity's statutory body or a member of the accounting entity's statutory body or the signature of a sole trader who is the accounting entity: |
|-----------------------------------|-------------------------------------|---|

This form in any foreign language cannot be submitted to the Tax office and it is only for the purpose of helping.

| Designation a | ASSETS b | Line No. c | Current accounting period | | Preceding accounting period Net 3 |
|------------------|---|---------------|---------------------------|---------------------|---|
| | | | 1 | Gross - part 1 | |
| | | | | Correction - part 2 | |
| | TOTAL ASSETS line 02 + line 33 + line 74 | 01 | 4 4 8 8 9 7 4 | 3 5 5 5 4 1 3 | |
| | | | 9 3 3 5 6 1 | | 3 4 3 8 5 2 9 |
| A. | Non-current assets line 03 + line 11 + line 21 | 02 | 2 7 3 2 3 4 8 | 1 9 1 6 5 1 9 | |
| | | | 8 1 5 8 2 9 | | 1 4 9 8 0 9 9 |
| A.I. | Non-current intangible assets total (lines 04 to 10) | 03 | 1 8 3 3 8 1 4 | 1 4 5 7 4 4 8 | |
| | | | 3 7 6 3 6 6 | | 1 0 8 0 5 0 2 |
| A.I.1. | Capitalized development costs (012) - /072, 091A/ | 04 | | | |
| 2. | Software (013) - /073, 091A/ | 05 | 1 0 0 0 0 0 | 4 0 0 0 0 | |
| | | | 6 0 0 0 0 | | 6 0 0 0 0 |
| 3. | Valuable rights (014) - /074, 091A/ | 06 | 1 8 1 9 4 4 | 1 6 5 9 1 3 | |
| | | | 1 6 0 3 1 | | |
| 4. | Goodwill (015) - /075, 091A/ | 07 | 3 9 1 8 9 8 | 1 5 6 7 5 8 | |
| | | | 2 3 5 1 4 0 | | 2 3 5 1 3 8 |
| 5. | Other non-current intangible assets (019, 01X) - /079, 07X, 091A/ | 08 | 3 1 7 4 9 0 | 2 5 2 2 9 5 | |
| | | | 6 5 1 9 5 | | 2 8 2 6 7 2 |
| 6. | Acquisition of non- current intangible assets (041) - /093/ | 09 | 8 4 2 4 8 2 | 8 4 2 4 8 2 | |
| | | | | | 5 0 2 6 9 2 |
| 7. | Advance payments made for non- current intangible assets (051) - /095A/ | 10 | | | |
| A.II. | Property, plant and equipment total (lines 12 to 20) | 11 | 8 9 8 5 3 4 | 4 5 9 0 7 1 | |
| | | | 4 3 9 4 6 3 | | 4 1 7 5 9 7 |
| A.II.1. | Land (031) - /092A/ | 12 | | | |
| 2. | Structures (021) - /081, 092A/ | 13 | | | |
| 3. | Individual movable assets and sets of movable assets (022) - /082, 092A/ | 14 | 8 7 4 5 7 6 | 4 3 5 1 1 3 | |
| | | | 4 3 9 4 6 3 | | 4 1 7 5 9 7 |

| Designation a | ASSETS b | Line No. c | Current accounting period | | Preceding accounting period |
|------------------|--|---------------|---------------------------|-----------|--------------------------------|
| | | | 1 | Net 2 | |
| | | | Gross - part 1 | | |
| | | | Correction - part 2 | | |
| 4. | Perennial crops (025) - /085, 092A/ | 15 | | | |
| 5. | Livestock (026) - /086, 092A/ | 16 | | | |
| 6. | Other property, plant and equipment (029, 02X, 032) - /089, 08X, 092A/ | 17 | | | |
| 7. | Acquisition of property, plant and equipment (042) - /094/ | 18 | | | |
| 8. | Advance payments made for property, plant and equipment (052) - /095A/ | 19 | 2 3 9 5 8 | 2 3 9 5 8 | |
| 9. | Value adjustment to acquired assets (+/- 097) +/- 098 | 20 | | | |
| A.III. | Non-current financial assets total (lines 22 to 32) | 21 | | | |
| A.III.1. | Shares and ownership interests in affiliated accounting entities (061A, 062A, 063A) - /096A/ | 22 | | | |
| 2. | Shares and owner- ship interests with participating interest, except for affiliated accounting entities (062A) - /096A/ | 23 | | | |
| 3. | Other available-for- sale securities and ownership interests (063A) - /096A/ | 24 | | | |
| 4. | Loans to affiliated accounting entities (066A) - /096A/ | 25 | | | |
| 5. | Loans within participating interest, except for affiliated accounting entities (066A) - /096A/ | 26 | | | |
| 6. | Other loans (067A) - /096A/ | 27 | | | |
| 7. | Debt securities and other non-current financial assets (065A, 069A, 06XA) - /096A/ | 28 | | | |

| Designation a | ASSETS b | Line No. c | Current accounting period | | Preceding accounting period | |
|------------------|--|---------------|---------------------------|---------------------|--------------------------------|-------|
| | | | 1 | Gross - part 1 | Net 2 | Net 3 |
| | | | | Correction - part 2 | | |
| 8. | Loans and other non-current financial assets with remaining maturity of up to one year (066A, 067A, 069A, 06XA) - /096A/ | 29 | | | | |
| 9. | Bank accounts with notice period exceeding one year (22XA) | 30 | | | | |
| 10. | Acquisition of non-current financial assets (043) - /096A/ | 31 | | | | |
| 11. | Advance payments made for non-current financial assets (053) - /095A/ | 32 | | | | |
| B. | Current assets line 34 + line 41 + line 53 + line 66 + line 71 | 33 | 1 7 3 9 8 3 4 | 1 6 2 2 1 0 2 | | |
| | | | 1 1 7 7 3 2 | | 1 9 3 4 7 7 6 | |
| B.I. | Inventory total (lines 35 to 40) | 34 | 3 5 7 5 9 4 | 3 2 3 3 3 8 | | |
| | | | 3 4 2 5 6 | | 2 8 9 3 9 6 | |
| B.I.1. | Raw material (112, 119, 11X) - /191, 19X/ | 35 | 3 3 9 0 3 5 | 3 0 4 7 7 9 | | |
| | | | 3 4 2 5 6 | | 2 8 3 5 8 5 | |
| 2. | Work in progress and semi-finished products (121, 122, 12X) - /192, 193, 19X/ | 36 | | | | |
| 3. | Finished goods (123) - /194/ | 37 | | | | |
| 4. | Animals (124) - /195/ | 38 | | | | |
| 5. | Merchandise (132, 133, 13X, 139) - /196, 19X/ | 39 | | | | |
| 6. | Advance payments made for inventory (314A) - /391A/ | 40 | 1 8 5 5 9 | 1 8 5 5 9 | | |
| | | | | | 5 8 1 1 | |
| B.II. | Non-current receivables total (line 42 + lines 46 to 52) | 41 | 3 5 6 5 8 | 3 5 6 5 8 | | |
| | | | | | 2 9 7 3 8 | |
| B.II.1. | Trade receivables total (lines 43 to 45) | 42 | 2 0 9 3 8 | 2 0 9 3 8 | | |
| | | | | | 1 8 5 4 0 | |

| Designation a | ASSETS b | Line No. c | Current accounting period | | Preceding accounting period |
|------------------|---|---------------|---------------------------|-------------|--------------------------------|
| | | | 1 | Net 2 | |
| | | | | | Gross - part 1 |
| | | | Correction - part 2 | | |
| 1.a. | Trade receivables from affiliated accounting entities (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/ | 43 | | | |
| 1.b. | Trade receivables within participating interest, except for receivables from affiliated accounting entities (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/ | 44 | | | |
| 1.c. | Other trade receivables (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/ | 45 | 2 0 9 3 8 | 2 0 9 3 8 | |
| | | | | | 1 8 5 4 0 |
| 2. | Net value of contract (316A) | 46 | | | |
| 3. | Other receivables from affiliated accounting entities (351A) - /391A/ | 47 | | | |
| 4. | Other receivables within participating interest, except for receivables from affiliated accounting entities (351A) - /391A/ | 48 | | | |
| 5. | Receivables from participants, members and association (354A, 355A, 358A, 35XA) - /391A/ | 49 | | | |
| 6. | Receivables related to derivative transactions (373A, 376A) | 50 | | | |
| 7. | Other receivables (335A, 336A, 33XA, 371A, 374A, 375A, 378A) - /391A/ | 51 | | | |
| 8. | Deferred tax asset (481A) | 52 | 1 4 7 2 0 | 1 4 7 2 0 | |
| | | | | | 1 1 1 9 8 |
| B.III. | Current receivables total (line 54 + lines 58 to 65) | 53 | 8 4 1 0 2 1 | 7 5 7 5 4 5 | |
| | | | 8 3 4 7 6 | | 6 7 8 6 0 1 |
| B.III.1. | Trade receivables total (lines 55 to 57) | 54 | 7 1 7 9 7 1 | 6 3 4 4 9 5 | |
| | | | 8 3 4 7 6 | | 6 4 3 8 0 3 |
| 1.a. | Trade receivables from affiliated accounting entities (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/ | 55 | 4 8 1 8 8 | 4 8 1 8 8 | |
| | | | | | 3 8 4 0 5 |
| 1.b. | Trade receivables within participating interest, except for receivables from affiliated accounting entities (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/ | 56 | | | |

| Designation a | ASSETS b | Line No. c | Current accounting period | | Preceding accounting period |
|------------------|--|---------------|---------------------------|-------------|--------------------------------|
| | | | 1 | Net 2 | |
| | | | Gross - part 1 | | |
| | | | Correction - part 2 | | |
| 1.c. | Other trade receivables (311A, 312A, 313A, 314A, 315A, 31XA) - /391A/ | 57 | 6 6 9 7 8 3 | 5 8 6 3 0 7 | |
| | | | 8 3 4 7 6 | | 6 0 5 3 9 8 |
| 2. | Net value of contract (316A) | 58 | | | |
| | | | | | |
| 3. | Other receivables from affiliated accounting entities (351A) - /391A/ | 59 | | | |
| | | | | | |
| 4. | Other receivables within participating interest, except for receivables from affiliated accounting entities (351A) - /391A/ | 60 | | | |
| | | | | | |
| 5. | Receivables from participants, members and association (354A, 355A, 358A, 35XA, 398A) - /391A/ | 61 | | | |
| | | | | | |
| 6. | Social security (336A) - /391A/ | 62 | | | |
| | | | | | |
| 7. | Tax assets and subsidies (341, 342, 343, 345, 346, 347) - /391A/ | 63 | 1 2 3 0 5 0 | 1 2 3 0 5 0 | |
| | | | | | 3 4 7 9 8 |
| 8. | Receivables related to derivative transactions (373A, 376A) | 64 | | | |
| | | | | | |
| 9. | Other receivables (335A, 33XA, 371A, 374A, 375A, 378A) - /391A/ | 65 | | | |
| | | | | | |
| B.IV. | Current financial assets total (lines 67 to 70) | 66 | | | |
| | | | | | |
| B.IV.1. | Current financial assets in affiliated accounting entities (251A, 253A, 256A, 257A, 25XA) - /291A, 29XA/ | 67 | | | |
| | | | | | |
| 2. | Current financial assets, not including current financial assets in affiliated accounting entities (251A, 253A, 256A, 257A, 25XA) - /291A, 29XA/ | 68 | | | |
| | | | | | |
| 3. | Own shares and own ownership interests (252) | 69 | | | |
| | | | | | |
| 4. | Acquisition of current financial assets (259, 314A) - /291A/ | 70 | | | |
| | | | | | |

| Designation a | ASSETS b | Line No. c | Current accounting period | | Preceding accounting period | |
|------------------|--|---------------|---------------------------|---------------------|-----------------------------|-------|
| | | | 1 | Gross - part 1 | Net 2 | Net 3 |
| | | | | Correction - part 2 | | |
| B.V. | Financial accounts line 72 + line 73 | 71 | 5 0 5 5 6 1 | 5 0 5 5 6 1 | 9 3 7 0 4 1 | |
| B.V.1. | Cash (211, 213, 21X) | 72 | 4 0 7 9 | 4 0 7 9 | 3 8 6 3 | |
| 2. | Bank accounts (221A, 22X, +/- 261) | 73 | 5 0 1 4 8 2 | 5 0 1 4 8 2 | 9 3 3 1 7 8 | |
| C. | Accruals/deferrals total (lines 75 to 78) | 74 | 1 6 7 9 2 | 1 6 7 9 2 | 5 6 5 4 | |
| C.1. | Prepaid expenses - long-term (381A, 382A) | 75 | | | | |
| 2. | Prepaid expenses - short-term (381A, 382A) | 76 | 1 6 7 9 2 | 1 6 7 9 2 | 5 6 5 4 | |
| 3. | Accrued income - long-term (385A) | 77 | | | | |
| 4. | Accrued income - short-term (385A) | 78 | | | | |

| Designation a | EQUITY AND LIABILITIES b | Line No. c | Current accounting period | Preceding accounting period |
|------------------|--|---------------|---------------------------|-----------------------------|
| | | | 4 | 5 |
| | TOTAL EQUITY AND LIABILITIES line 80 + line 101 + line 141 | 79 | 3 5 5 5 4 1 3 | 3 4 3 8 5 2 9 |
| A. | Equity line 81 + line 85 + line 86 + line 87 + line 90 + line 93 + line 97 + line 100 | 80 | 2 7 6 0 6 8 2 | 2 7 7 7 8 5 1 |
| A.I. | Share capital total (lines 82 to 84) | 81 | 5 0 0 0 | 5 0 0 0 |
| A.I.1. | Share capital (411 alebo +/- 491) | 82 | 5 0 0 0 | 5 0 0 0 |
| 2. | Change in share capital +/- 419 | 83 | | |
| 3. | Unpaid share capital (/-/353) | 84 | | |
| A.II. | Share premium (412) | 85 | | |
| A.III. | Other capital funds (413) | 86 | 1 6 0 0 0 0 0 | 1 6 0 0 0 0 0 |
| A.IV. | Legal reserve funds line 88 + line 89 | 87 | 5 0 0 | 5 0 0 |
| A.IV.1. | Legal reserve fund and non-distributable fund (417A, 418, 421A, 422) | 88 | 5 0 0 | 5 0 0 |
| 2. | Reserve fund for own shares and own ownership interests (417A, 421A) | 89 | | |

| Designation a | EQUITY AND LIABILITIES b | Line No. c | Current accounting period | Preceding accounting period |
|------------------|--|---------------|---------------------------|-----------------------------|
| | | | 4 | 5 |
| A.V. | Other funds created from profit line 91 + line 92 | 90 | | |
| A.V.1. | Statutory funds (423, 42X) | 91 | | |
| 2. | Other funds (427, 42X) | 92 | | |
| A.VI. | Differences from revaluation total (lines 94 to 96) | 93 | | |
| A.VI.1. | Differences from revaluation of assets and liabilities (+/- 414) | 94 | | |
| 2. | Investment revaluation reserves (+/- 415) | 95 | | |
| 3. | Differences from revaluation in the event of a merger, amalgamation into a separate accounting entity or demerger (+/- 416) | 96 | | |
| A.VII. | Net profit/loss of previous years line 98 + line 99 | 97 | | |
| A.VII.1. | Retained earnings from previous years (428) | 98 | | |
| 2. | Accumulated losses from previous years (-/429) | 99 | | |
| A.VIII. | Net profit/loss for the accounting period after tax +/- line 01 - (I. 81 + I. 85 + I. 86 + I. 87 + I. 90 + I. 93 + I. 97 + I. 101 + I. 141) | 100 | 1 1 5 5 1 8 2 | 1 1 7 2 3 5 1 |
| B. | Liabilities line 102 + line 118 + line 121 + line 122 + line 136 + line 139 + line 140 | 101 | 7 9 4 7 3 1 | 6 6 0 6 7 8 |
| B.I. | Non-current liabilities total (line 103 + lines 107 to 117) | 102 | 1 4 9 4 3 | 1 1 3 0 9 |
| B.I.1. | Non-current trade liabilities total (lines 104 to 106) | 103 | | |
| 1.a. | Trade liabilities to affiliated accounting entities (321A, 475A, 476A) | 104 | | |
| 1.b. | Trade liabilities within participating interest, except for liabilities to affiliated accounting entities (321A, 475A, 476A) | 105 | | |
| 1.c. | Other trade liabilities (321A, 475A, 476A) | 106 | | |
| 2. | Net value of contract (316A) | 107 | | |
| 3. | Other liabilities to affiliated accounting entities (471A, 47XA) | 108 | | |
| 4. | Other liabilities within participating interest, except for liabilities to affiliated accounting entities (471A, 47XA) | 109 | | |
| 5. | Other non-current liabilities (479A, 47XA) | 110 | | |
| 6. | Long-term advance payments received (475A) | 111 | | |
| 7. | Long-term bills of exchange to be paid (478A) | 112 | | |
| 8. | Bonds issued (473A/-/255A) | 113 | | |
| 9. | Liabilities related to social fund (472) | 114 | 1 4 9 4 3 | 1 1 3 0 9 |
| 10. | Other non-current liabilities (336A, 372A, 474A, 47XA) | 115 | | |
| 11. | Non-current liabilities related to derivative transactions (373A, 377A) | 116 | | |
| 12. | Deferred tax liability (481A) | 117 | | |

| Designation a | EQUITY AND LIABILITIES b | Line No. c | Current accounting period | | Preceding accounting period | |
|------------------|--|---------------|---------------------------|--|-----------------------------|--|
| | | | 4 | | 5 | |
| B.II. | Long-term provisions line 119 + line 120 | 118 | | | | |
| B.II.1. | Legal provisions (451A) | 119 | | | | |
| 2. | Other provisions (459A, 45XA) | 120 | | | | |
| B.III. | Long-term bank loans (461A, 46XA) | 121 | | | | |
| B.IV. | Current liabilities total (line 123 + lines 127 to 135) | 122 | 6 8 0 6 2 7 | | 5 5 7 1 2 0 | |
| B.IV.1. | Trade liabilities total (lines 124 to 126) | 123 | 3 5 5 9 3 4 | | 2 2 1 6 9 4 | |
| 1.a. | Trade liabilities to affiliated accounting entities (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA) | 124 | 1 4 3 8 7 1 | | 1 2 0 0 8 7 | |
| 1.b. | Trade liabilities within participating interest, except for liabilities to affiliated accounting entities (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA) | 125 | | | | |
| 1.c. | Other trade liabilities (321A, 322A, 324A, 325A, 326A, 32XA, 475A, 476A, 478A, 47XA) | 126 | 2 1 2 0 6 3 | | 1 0 1 6 0 7 | |
| 2. | Net value of contract (316A) | 127 | | | | |
| 3. | Other liabilities to affiliated accounting entities (361A, 36XA, 471A, 47XA) | 128 | | | | |
| 4. | Other liabilities within participating interest, except for liabilities to affiliated accounting entities (361A, 36XA, 471A, 47XA) | 129 | | | | |
| 5. | Liabilities to partners and association (364, 365, 366, 367, 368, 398A, 478A, 479A) | 130 | | | | |
| 6. | Liabilities to employees (331, 333, 33X, 479A) | 131 | 1 3 4 4 1 9 | | 1 1 7 4 6 5 | |
| 7. | Liabilities related to social security (336A) | 132 | 1 0 2 8 4 5 | | 7 4 7 2 4 | |
| 8. | Tax liabilities and subsidies (341, 342, 343, 345, 346, 347, 34X) | 133 | 8 7 2 2 4 | | 8 0 9 3 9 | |
| 9. | Liabilities related to derivative transactions (373A, 377A) | 134 | | | | |
| 10. | Other liabilities (372A, 379A, 474A, 475A, 479A, 47XA) | 135 | 2 0 5 | | 6 2 2 9 8 | |
| B.V. | Short-term provisions line 137 + line 138 | 136 | 9 9 1 6 1 | | 9 2 2 4 9 | |
| B.V.1. | Legal provisions (323A, 451A) | 137 | 6 8 0 9 9 | | 6 4 8 2 7 | |
| 2. | Other provisions (323A, 32X, 459A, 45XA) | 138 | 3 1 0 6 2 | | 2 7 4 2 2 | |
| B.VI. | Current bank loans (221A, 231, 232, 23X, 461A, 46XA) | 139 | | | | |
| B.VII. | Short-term financial assistance (241, 249, 24X, 473A, /-/255A) | 140 | | | | |
| C. | Accruals/deferrals total (lines 142 to 145) | 141 | | | | |
| C.1. | Accrued expenses - long-term (383A) | 142 | | | | |
| 2. | Accrued expenses - short-term (383A) | 143 | | | | |
| 3. | Deferred income - long-term (384A) | 144 | | | | |
| 4. | Deferred income - short-term (384A) | 145 | | | | |

| Designation a | Text b | Line No. c | Actual data | |
|------------------|---|---------------|--------------------------------|--|
| | | | Current accounting period 1 | Preceding accounting period 2 |
| | | | * | Net turnover (part of account class 6 according to the Act) |
| ** | Operating income total (lines 03 to 09) | 02 | 6 0 3 0 1 9 1 | 5 9 1 2 3 4 4 |
| I. | Revenue from the sale of merchandise (604, 607) | 03 | 3 6 5 1 9 | 5 4 9 4 9 |
| II. | Revenue from the sale of own products (601) | 04 | | |
| III. | Revenue from the sale of services (602, 606) | 05 | 5 6 2 6 8 5 8 | 5 5 0 9 2 6 4 |
| IV. | Changes in internal inventory (+/-) (account group 61) | 06 | | |
| V. | Own work capitalized (account group 62) | 07 | 3 3 9 7 9 0 | 3 0 1 8 8 8 |
| VI. | Revenue from the sale of non-current intangible assets, property, plant and equipment, and raw materials (641, 642) | 08 | 3 0 8 4 | 7 1 8 0 |
| VII. | Other operating income (644, 645, 646, 648, 655, 657) | 09 | 2 3 9 4 0 | 3 9 0 6 3 |
| ** | Operating expenses total line 11 + line 12 + line 13 + line 14 + line 15 + line 20 + line 21 + line 24 + line 25 + line 26 | 10 | 4 6 9 0 4 5 0 | 4 4 2 4 6 0 6 |
| A. | Cost of merchandise sold (504, 507) | 11 | 1 1 8 5 8 | 2 3 0 1 3 |
| B. | Consumed raw materials, energy consumption, and consumption of other non-inventory supplies (501, 502, 503) | 12 | 3 7 1 7 6 8 | 4 3 5 1 3 9 |
| C. | Value adjustments to inventory (+/-) (505) | 13 | 2 1 2 2 9 | 7 8 5 4 |
| D. | Services (account group 51) | 14 | 1 4 7 3 4 0 8 | 1 3 9 1 9 7 6 |
| E. | Personnel expenses total (lines 16 to 19) | 15 | 2 3 8 5 4 3 3 | 2 2 0 2 7 9 0 |
| E.1. | Wages and salaries (521, 522) | 16 | 1 7 4 2 6 3 2 | 1 6 1 3 2 5 1 |
| 2. | Remuneration of board members of company or cooperative (523) | 17 | | |
| 3. | Social security expenses (524, 525, 526) | 18 | 6 0 4 5 1 9 | 5 5 4 5 0 6 |
| 4. | Social expenses (527, 528) | 19 | 3 8 2 8 2 | 3 5 0 3 3 |
| F. | Taxes and fees (account group 53) | 20 | 9 3 7 5 | 6 2 1 6 |
| G. | Amortization and value adjustments to non-current intangible assets and depreciation and value adjustments to property, plant and equipment (line 22 + line 23) | 21 | 3 4 8 3 1 6 | 2 7 6 3 5 7 |
| G.1. | Amortization of non-current intangible assets and depreciation of property, plant and equipment (551) | 22 | 3 4 8 3 1 6 | 2 7 6 3 5 7 |
| 2. | Value adjustments to non-current intangible assets and property, plant and equipment (+/-) (553) | 23 | | |
| H. | Carrying value of non-current assets sold and raw materials sold (541, 542) | 24 | 3 8 6 6 | 9 5 0 8 |
| I. | Value adjustments to receivables (+/-) (547) | 25 | 3 0 3 3 6 | 2 2 5 0 0 |
| J. | Other operating expenses (543, 544, 545, 546, 548, 549, 555, 557) | 26 | 3 4 8 6 1 | 4 9 2 5 3 |
| *** | Profit/loss from operations (+/-) (line 02 - line 10) | 27 | 1 3 3 9 7 4 1 | 1 4 8 7 7 3 8 |

| Designation a | Text b | Line No. c | Actual data | |
|------------------|--|---------------|--------------------------------|--|
| | | | Current accounting period 1 | Preceding accounting period 2 |
| | | | * | Added value (line 03 + line 04 + line 05 + line 06 + line 07) - (line 11 + line 12 + line 13 + line 14) |
| ** | Income from financial activities - total line 30 + line 31 + line 35 + line 39 + line 42 + line 43 + line 44 | 29 | 4 6 6 8 | 4 1 0 9 |
| VIII. | Revenue from the sale of securities and shares (661) | 30 | | |
| IX. | Income from non-current financial assets total (lines 32 to 34) | 31 | | |
| IX.1. | Income from securities and ownership interests in affiliated accounting entities (665A) | 32 | | |
| 2. | Income from securities and ownership interests within participating interest, except for income of affiliated accounting entities (665A) | 33 | | |
| 3. | Other income from securities and ownership interests (665A) | 34 | | |
| X. | Income from current financial assets total (lines 36 to 38) | 35 | | |
| X.1. | Income from current financial assets in affiliated accounting entities (666A) | 36 | | |
| 2. | Income from current financial assets within participating interest, except for income of affiliated accounting entities (666A) | 37 | | |
| 3. | Other income from current financial assets (666A) | 38 | | |
| XI. | Interest income (line 40 + line 41) | 39 | | |
| XI.1. | Interest income from affiliated accounting entities (662A) | 40 | | |
| 2. | Other interest income (662A) | 41 | | |
| XII. | Exchange rate gains (663) | 42 | 4 6 6 8 | 4 1 0 9 |
| XIII. | Gains on revaluation of securities and income from derivative transactions (664, 667) | 43 | | |
| XIV. | Other income from financial activities (668) | 44 | | |
| ** | Expenses related to financial activities - total line 46 + line 47 + line 48 + line 49 + line 52 + line 53 + line 54 | 45 | 2 7 2 5 9 | 1 9 2 3 1 |
| K. | Securities and shares sold (561) | 46 | | |
| L. | Expenses related to current financial assets (566) | 47 | | |
| M. | Value adjustments to financial assets (+/-) (565) | 48 | | |
| N. | Interest expense (line 50 + line 51) | 49 | 6 7 5 | 3 0 6 8 |
| N.1. | Interest expenses related to affiliated accounting entities (562A) | 50 | | |
| 2. | Other interest expenses (562A) | 51 | 6 7 5 | 3 0 6 8 |
| O. | Exchange rate losses (563) | 52 | 1 1 8 9 9 | 3 4 7 5 |
| P. | Loss on revaluation of securities and expenses related to derivative transactions (564, 567) | 53 | | |
| Q. | Other expenses related to financial activities (568, 569) | 54 | 1 4 6 8 5 | 1 2 6 8 8 |

| Designation a | Text b | Line No. c | Actual data | |
|------------------|---|---------------|--------------------------------|---|
| | | | Current accounting period 1 | Preceding accounting period 2 |
| | | | *** | Profit/loss from financial activities (+/-) (line 29 - line 45) |
| **** | Profit/loss for the accounting period before tax (+/-) (line 27 + line 55) | 56 | 1 3 1 7 1 5 0 | 1 4 7 2 6 1 6 |
| R. | Income tax (line 58 + line 59) | 57 | 1 6 1 9 6 8 | 3 0 0 2 6 5 |
| R.1. | Income tax - current (591, 595) | 58 | 1 6 5 4 9 0 | 2 8 6 9 6 1 |
| 2. | Income tax - deferred (+/-) (592) | 59 | - 3 5 2 2 | 1 3 3 0 4 |
| S. | Transfer of net profit/net loss shares to partners (+/- 596) | 60 | | |
| **** | Profit/loss for the accounting period after tax (+/-) (line 56 - line 57 - line 60) | 61 | 1 1 5 5 1 8 2 | 1 1 7 2 3 5 1 |

Notes to financial statements Prepared at 31 December 2020

I. GENERAL

1. Name and seat

Commander Services s.r.o.
Žitná 23
Bratislava 831 06

The Company Commander Services s.r.o. (the „Company“) is a limited liability company, which was established on 27 October 2017 on the basis of a concluded partnership agreement. The Company was incorporated in the Commercial Register on 27 October 2017 (Commercial Register of the District Court Bratislava I, Section Sro, Insert No. 123562/B).

2. Core business activities of the Company

- operating services of satellite monitoring and motor vehicle tracking
- development of own software
- providing of IT services
- purchase of goods for sale to the final consumer (retail) or other trade operators (wholesale)

3. Unlimited liability

The Company is not a shareholder with unlimited liability in other legal entities.

4. Number of staff

As at 31 December 2020, the Company had 86 active employees (as at 31 December 2019: 78), of which 15 are management (2019: 12).

| Item | 31.12.2020 | 31.12.2019 |
|---|------------|------------|
| Average number of staff | 79 | 69 |
| Number of staff at balance sheet date of which: | 86 | 78 |
| <i>Management</i> | 15 | 12 |

5. Legal reason for preparing the financial statements

The financial statements of the Company as at 31 December 2020 have been prepared as ordinary financial statements in accordance with § 17 Sec. 6 of Act No. 431/2002 Coll. on Accounting as amended („Accounting Act“) for the accounting period from 1 January 2020 to 31 December 2020.

6. The Company's bodies and shareholders

The Company's bodies

| | 31.12.2020 | 31.12.2019 |
|-------------|---|---|
| Executives: | Miroslav Bielčík (from 09.02.2018) Marián Marek (from 09.02.2018) Peter Škodný (until 27.3.2020) Dušan Švalek (from 28.3.2020) | Miroslav Bielčík (from 09.02.2018) Marián Marek (from 09.02.2018) Peter Škodný (from 01.07.2018) |
| Proxy: | Martin Lukáč (from 09.02.2019) Katarína Dudičová (from 12.9.2019) Vladimír Dudon (from 12.9.2019) | Martin Lukáč (from 09.02.2019) Katarína Dudičová (from 12.9.2019) Vladimír Dudon (from 12.9.2019) Michal Vodička (until 11.9.2019) |

The Company's shareholders

The structure of the Company's shareholders at 31 December 2020 and at 31 December 2019:

| Shareholder | Share of the registered capital | | Percentage of voting rights | Other share in equity items other than registered capital % | Amount of contribution to Capital reserves funds from contributions |
|---------------------|---------------------------------|------------|-----------------------------|---|---|
| | Absolute | In % | | | |
| PosAm, spol. s r.o. | 5,000 | 100 | 100 | 100 | 1,600,000 |
| Total | 5,000 | 100 | 100 | 100 | 1,600,000 |

7. Date of approval of the financial statements for the previous accounting period

The General Meeting approved the Company's financial statements for the previous accounting period on 9 March 2020.

8. Date of approval of the Company's auditor

On 12 October 2018, the General Meeting approved PricewaterhouseCoopers Slovensko, s.r.o. as auditor of the Company's financial statements for the year ended 2020.

II. THE CONSOLIDATED GROUP

The Company is included in the consolidated financial statements of the company Slovak Telekom, a. s., Bajkalská 28, 817 62, Bratislava, Slovak republic, which is part of the consolidated financial statements of the group Deutsche Telekom. The consolidated financial statements for the group Deutsche Telekom is prepared by Deutsche Telekom AG, Friedrich Ebert Alle 140, 53113 Bonn, Germany. These consolidated financial statements are available at the registered addresses of the companies stated above.

III. ACCOUNTING METHODS APPLIED

a) Basis of preparation

The Company's financial statements have been prepared in accordance with the Slovak Accounting Act and related accounting procedures, on a going concern basis.

The Company keeps its books on the accrual basis of accounting which means that all revenues and costs are recognized when generated or incurred (and not when cash is received or paid), and they are recorded in the books and reported in the financial statements of the periods to which they relate.

All monetary amounts in the financial statements are stated in whole euros, unless stated otherwise.

The Company consistently applied the accounting methods and the general accounting principles.

On 26 June 2019, the Company established a foreign organizational unit, Commander Servies s.r.o., branch in the Czech Republic. The organizational unit covers business activities in the Czech Republic, where, in addition to its organically acquired customers, it has also been operating with the purchased customer base since that year.

b) Non-current intangible and tangible assets

Non-current intangible assets

Acquired non-current intangible assets are stated at cost, which includes the acquisition price and the related acquisition costs.

Internally generated, non-current intangible assets are stated at their own cost, which includes all direct costs, and other direct attributable costs related to employees, and costs of subcontractors generating non-current intangible fixed assets. These costs are capitalized through the Intangible fixed assets capitalization account.

Non-current assets acquired for no consideration are stated at their fair value.

The costs of technical revaluation of non-current intangible assets increase their acquisition price, repairs and maintenance are charged to expenses in the period of their realization.

The depreciation plan for non-current intangible assets has been prepared on the basis of their expected economic useful lives relating to the recovery of future economic benefits from these assets. Depreciation begins as of the first day of the month following the month in which the asset was first put into use.

The expected economic useful life, the depreciation method and the annual depreciation rate for non-current intangible assets are presented in the following table:

| | Expected economic useful life in years | Depreciation method | Annual depreciation rate in % |
|--------------------|---|---------------------|----------------------------------|
| T-Cars license | 4 | straight-line | 25.00 |
| SW CMD Services | 5 | straight-line | 20.00 |
| Trademark CMD o.z. | 6 | straight-line | 16.67 |
| Customer base | 8 | straight-line | 12.5 |

In the case of a diminution in value-in-use of a non-current intangible asset a valuation allowance is set up as the difference between the value-in-use and the carrying amount of the asset.

Non-current tangible assets

Acquired non-current tangible assets are stated at cost, which includes the acquisition price and the related acquisition costs.

Costs related to technical improvement of non-current tangible assets increase the acquisition costs and are recognized in the year of realization, while repairs and maintenance are expensed as incurred.

The depreciation plan for non-current tangible assets has been prepared on the basis of their expected economic useful lives relating to the recovery of future economic benefits from these assets. Depreciation begins as of the first day of the month following the month in which the asset was first put into use.

The expected economic useful life, the depreciation method and the annual depreciation rate for non-current tangible assets are presented in the following table:

| | Expected economic useful life in years | Depreciation method | Annual depreciation rate in % |
|--|---|---------------------|----------------------------------|
| Mobile phones | 2 | straight-line | 50.00 |
| Machinery and equipment (cars, server, call center, inventory, routers, projectors, laptops) | 4 | straight-line | 25.00 |
| Machinery and equipment (light logos) | 6 | straight-line | 16.66 |
| Inventory (safe) | 12 | straight-line | 8.33 |

In the case of a diminution in value-in-use of a non-current tangible asset a valuation allowance is set up as the difference between the value-in-use and the carrying amount of the asset.

c) Goodwill

Goodwill is recognised upon a purchase or contribution of a business or part thereof provided that the purchase price or recognised amount of the contribution is higher than the fair value of individual identifiable assets and liabilities at which the assets and liabilities are measured in buyer's books or in the books of the acquirer of the contribution. Negative goodwill is credited to acc. 015-Goodwill. When accounting for goodwill, the amount must be determined by which future economic benefits will be increased in relation to goodwill and/or decreased in relation to negative goodwill. If it is probable that any future increase of economic benefits will be lower than the amount of goodwill posted to acc. 015 - Goodwill, the relevant part of goodwill is written off upon purchase or the contribution of the business or part thereof. The resulting negative goodwill is expensed immediately and credited to acc. 551 – Depreciation of non-current intangible and tangible assets with corresponding debit entry to acc. 075 – Accumulated depreciation of goodwill.

The goodwill arose on 1 January 2018 as a result of the purchase of a part of the Commander Systems, s.r.o.

The expected economic useful life, the depreciation method and the annual depreciation rate are presented in the following table:

| | Expected economic useful life in years | Depreciation method | Annual depreciation rate in % |
|----------|---|---------------------|----------------------------------|
| Goodwill | 5 | straight-line | 20.00 |

d) Inventories

Acquired inventories are stated at cost, which includes the acquisition price and the related acquisition costs (such as customs duty, transport, insurance and commission) less discounts. A discount granted to inventories already sold or used is accounted for as the reduction of costs of inventories sold or used. The Company uses method A for the accounting treatment of inventories. For stock withdrawal, the FIFO-method is used (FIFO - the first price to measure the inventories increase will be used as the first price to measure the inventories decrease).

In the case of decrease in the value in use of inventories, the Company set up a valuation allowance based on a comparison of accounting valuation and the net realisable value.

e) Receivables

Receivables are stated at their nominal value. Transferred receivables and receivables acquired through a contribution to share capital are valued at cost. The valuation of doubtful debts is adjusted to their realisable value of a valuation allowance. The valuation allowances are made for overdue receivables based on historical data according to the following key:

| | Valuation allowance in % |
|----------------|---------------------------------|
| Due | 0.22 |
| 0 – 30 days | 5.52 |
| 31 – 91 days | 33.24 |
| 92 – 182 days | 79.98 |
| 183 – 365 days | 62.36 |
| > 365 days | 100.00 |

f) Financial accounts

Financial accounts consist of cash, bank account balances and vouchers.

g) Prepaid expenses and accrued income

Prepaid expenses and accrued income are recognized in an amount reflecting the accrual principle (matching income and expense in the same accounting period).

h) Valuation allowances

Valuation allowances are recorded based on the accounting principle of prudence if it can be justifiably assumed that the value of an asset has been impaired when compared to its value in the books. A valuation allowance is recognized in the amount of a justified assumption for an impairment of an asset when compared to its value in the books.

i) Provisions

Provisions are liabilities representing the Company's present obligation resulting from past events, if it is probable that its settlement will reduce the Company's resources in the future. Provisions are liabilities of uncertain timing or amount, and are stated at the expected amount of the existing liability at the balance-sheet date.

The set-up of a provision is posted to the respective expense account or asset account to which the liability relates. The use of a provision is debited to the respective provision account, with a corresponding credit to the respective liability account. The release of an unnecessary provision, or a part thereof, is accounted for using an accounting entry inverse to the recognition of the set-up of the provision.

j) Liabilities

When initially recognized, liabilities are stated at their nominal value. Assumed liabilities are stated at cost. If reconciliation procedures reveal that the actual amount of liabilities differs from the amount stated in the books, these liabilities are stated in the books and financial statements at this actual amount.

k) Employee benefits

Wages, salaries, contributions to the Slovak state pension and social insurance plans, paid annual leave and paid sick leave, bonuses and other non-monetary benefits (such as medical care) are recognized in the accounting period when incurred.

l) Income tax due

The corporate income tax is expensed in the period when the tax liability arises. In the accompanying income statement, the tax expense is calculated on the basis of the profit/(loss) before taxes adjusted for tax-deductible and tax non-deductible items due to permanent and temporary adjustments to the tax base and any tax losses carried forward. The tax liability is stated net of corporate income tax advances that the Company paid during the year. If corporate income tax advances paid during the year exceed the tax liability for the period, the Company records an income tax receivable.

m) Deferred income tax

Deferred income tax arises from temporary differences between the carrying amount of assets and liabilities presented in the balance sheet and their tax base.

Deferred tax is not applied on goodwill or negative goodwill on initial recognition. Deferred tax is applied to temporary differences related to goodwill or negative goodwill when the differences arise after its initial recognition (e.g. due to different tax and book depreciation charges) if no temporary differences arose on the initial recognition of goodwill or negative goodwill.

Deferred tax assets and deferred tax liabilities are not recognized for deductible temporary differences and taxable temporary differences related to an asset or liability on initial recognition if the transaction is not a business combination, and affects neither accounting profit nor taxable profit. In subsequent accounting periods, deferred tax assets and deferred tax liabilities are also not recognized for these deductible temporary differences and taxable temporary differences.

Deferred tax assets are recognized to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized.

To determine deferred income tax, tax rates expected to apply at the date on which the deferred tax is settled are used, i.e. 21%.

n) Deferred revenues and accrued expenses

Deferred revenues and accrued expenses are stated at their nominal value and are stated at an amount reflecting the accrual principle (matching income and expenses in the same accounting period).

o) Financial lease (Entity is the lessee)

Financial lease. A financial lease is the acquisition of non-current tangible assets based on a lease contract with the agreed right to purchase the leased item in return for agreed payments over the agreed period of the lease. The price at which the ownership title is transferred from the lessor to the lessee at the end of the lease period is also part of the agreed payments. Lease payments for motor vehicles are charged to expenses on an ongoing basis over the term of the lease. Each payment is allocated to the repayment of the principal and financial cost. The latter is calculated using the effective interest rate method. Financial cost is recognized as interest.

A financial lease is capitalized in the lessee's books on the day on which the asset is posted to the respective asset account (with a corresponding credit to liabilities from the lease), in a value equal to the total amount of agreed payments less unrealized financial cost. Assets acquired under financial lease contracts are depreciated in the lessee's books.

Operating lease. The lease costs of assets under operating lease contracts are expensed as incurred over the period of the lease.

p) Foreign currency

Assets and liabilities in foreign currency are converted to euros using the reference exchange rate set and published by the European Central Bank or the National Bank of Slovakia on the day preceding the day of the accounting event, or on the balance-sheet date. The resulting foreign exchange differences are recorded to the income statement.

Monetary assets and liabilities denominated in foreign currencies are converted at the exchange rate at the balance sheet date. The resulting exchange rate differences are recognized in the profit and loss account.

The purchase and sale of foreign currencies is converted into euros at the rate at which these values were bought or sold.

q) Revenue recognition

Revenues related to vehicle monitoring (services) are recognized in the accounting period in which the services were provided.

Revenues for own services and goods do not include net of VAT. They are also reduced by discounts and deductions (such as rebates, bonuses and credit notes). Revenue is recognized on the date the delivery or service is rendered.

Revenues from the sale of hardware equipment are recognized upon transferring risks and rewards of ownership, usually after delivery according to defined delivery terms.

Revenues from the sale of IT services are recognized in the accounting period in which the services were provided.

IV. INFORMATION TO SUPPORT BALANCE SHEET ITEMS

1. Contingent liabilities

Many areas of Slovak tax law (such as transfer-pricing regulations) have not been sufficiently tested in practice, so there is some uncertainty as to how the tax authorities would apply them. The extent of this uncertainty cannot be quantified. The uncertainty will be reduced only if legal precedents or official interpretations are available. The Company's management is not aware of any circumstances that may give rise to a future material expense in this respect

2. Liabilities

Structure of liabilities by remaining time to maturity at 31 December 2020:

| Item | Liabilities | | | | Total liabilities |
|---|----------------------|------------------------|---------------------|---------------------|-------------------|
| | More than five years | From one to five years | Due within one year | Overdue liabilities | |
| Non-current trade liabilities: | - | - | - | - | - |
| Other non-current liabilities, of which: | - | 14 943 | - | - | 14 943 |
| Social fund payables | - | 14 943 | - | - | 14 943 |
| Other non-current liabilities | - | - | - | - | - |
| Non-current liabilities - total | - | 14 943 | - | - | 14 943 |

| | | | | | |
|--|---|---|----------------|---|----------------|
| Current trade liabilities of which: | - | - | 355 934 | - | 355 934 |
| Trade liabilities to affiliated undertakings | - | - | 143 871 | - | 143 871 |
| Trade liabilities to undertakings in which the company has a participating interest, except for liabilities to affiliated undertakings | - | - | 0 | - | 0 |
| Other trade liabilities | - | - | 212 063 | - | 212 063 |
| Other current liabilities of which: | - | - | 324 693 | - | 324 693 |
| Liabilities to employees | - | - | 134 419 | - | 134 419 |
| Liabilities from social insurance | - | - | 102 845 | - | 102 845 |
| Tax liabilities and subsidies | - | - | 87 224 | - | 87 224 |
| Other liabilities | - | - | 205 | - | 205 |
| Current liabilities - total | - | - | 680 627 | - | 680 627 |

Prior period information is presented in the following table:

| Item | Liabilities | | | | Total liabilities |
|--|----------------------|------------------------|---------------------|---------------------|-------------------|
| | More than five years | From one to five years | Due within one year | Overdue liabilities | |
| Non-current trade liabilities: | - | - | - | - | - |
| Other non-current liabilities, of which: | - | 11,309 | - | - | 11,309 |
| Social fund payables | - | 11,309 | - | - | 11,309 |
| Other non-current liabilities | - | - | - | - | - |
| Non-current liabilities - total | - | 11,309 | - | - | 11,309 |
| Current trade liabilities of which: | - | - | 221,694 | - | 221,694 |
| Trade liabilities to affiliated undertakings | - | - | 120,087 | - | 120,087 |
| Trade liabilities to undertakings in which the company has a participating interest, except for liabilities to affiliated undertakings | - | - | - | - | - |
| Other trade liabilities | - | - | 101,607 | - | 101,607 |
| Other current liabilities of which: | - | - | 335,426 | - | 335,426 |
| Liabilities to employees | - | - | 117,465 | - | 117,465 |
| Liabilities from social insurance | - | - | 74,724 | - | 74,724 |
| Tax liabilities and subsidies | - | - | 80,939 | - | 80,939 |
| Other liabilities | - | - | 62,298 | - | 62,298 |
| Current liabilities - total | - | - | 557,120 | - | 557,120 |

V. POST BALANCE SHEET EVENTS

After 31 December 2020 until the balance sheet date no events occurred that would require recognition or disclosure in the 2020 financial statements.