

EBERHARDT • LACKNER
STEUERBERATER

FINANCIAL STATEMENTS

at 31. March 2022

PANACEA Biotec Germany GmbH

Landwehrstr. 61

80336 München

Commercial Register Information

Legal Seat: Munich

Local Court: Munich

Register ID: HRB 187529

Attestation

In accordance with the terms of our engagement, we have prepared the following annual financial statements - comprising the balance sheet and income statement - of PANACEA Biotec Germany GmbH for the period from 01. April 2021 to 31. March 2022 in accordance with the provisions of German commercial law. The basis for the preparation of these documents were the accounting records maintained by us and the other vouchers and inventory records presented to us, which we have not audited in accordance with the terms of our engagement, and the information provided to us. The bookkeeping system and the preparation of the inventory records and the annual financial statements in accordance with the provisions of German commercial law are the responsibility of the management of the company.

We performed our engagement in accordance with the *Verlautbarung der Bundessteuerberaterkammer zu den Grundsätzen für die Erstellung von Jahresabschlüssen (Pronouncement by the German Federal Chamber of Tax Advisers on the Principles for the Preparation of Annual Financial Statements)*. This engagement comprises the preparation of the balance sheet and income statement on the basis of the bookkeeping system and the inventory records, as well as of the accounting policies required to be applied.

Munich, 27. April 2022



A handwritten signature in blue ink, appearing to be "E. Lackner".

Eberhardt Lackner GbR
Steuerberater
(Tax Advisors)

BALANCE SHEET

PANACEA Biotec Germany GmbH
München

as at

31. March 2022

ASSETS

EQUITY AND LIABILITIES

	EUR	Financial year EUR	Previous year EUR		EUR	Financial year EUR	Previous year EUR
A. Fixed assets				A. Equity			
I. Intangible fixed assets				I. Subscribed capital		25.000,00	25.000,00
1. Purchased concessions, industrial and similar rights and assets and licences in such rights and assets		72.015,00	79.401,00	II. Capital reserves		221.000,00	221.000,00
II. Tangible fixed assets				III. Net accumulated losses		1.552.788,40-	2.601.236,92-
1. Other equipment, operating and office equipment		5.862,00	7.142,00	- of which accumulated losses brought forward EUR 2.601.236,92- (EUR 3.495.273,08-)			
B. Current assets				Deficit not covered		1.306.788,40	2.355.236,92
I. Inventories				Book equity		0,00	0,00
1. Finished goods and merchandise	770.198,41		640.942,98	B. Provisions			
2. Prepayments (inventories)	<u>30.000,00</u>	800.198,41	30.000,00	1. Provisions for taxes	8.992,12		0,00
II. Receivables and other assets				2. Other provisions	<u>2.209.336,88</u>	2.218.329,00	2.880.840,12
1. Trade receivables	267.654,68		861.453,02	C. Liabilities			
2. Receivables from affiliated companies	235.770,01		235.770,01	1. Trade payables	229.818,43		944.420,02
3. Other assets	<u>266.530,18</u>	769.954,87	146.413,78	- of which due within one year EUR 229.818,43 (EUR 944.420,02)			
III. Cash-in-hand, central bank balances, bank balances and cheques		4.733.600,13	4.543.741,52	2. Liabilities to affiliated companies	5.252.388,45		4.983.649,74
C. Prepaid expenses		35.271,54	22.657,24	- of which due after more than one year EUR 5.252.388,45 (EUR 4.983.649,74)			
D. Deficit not covered by equity		1.306.788,40	2.355.236,92	3. Other liabilities	<u>9.987,47</u>	5.492.194,35	98.681,59
				- of which taxes EUR 8.190,31 (EUR 97.757,62)			
				- of which social security EUR 928,81 (EUR 923,97)			
				- of which due within one year EUR 9.987,47 (EUR 98.681,59)			
				D. Deferred income		13.167,00	15.167,00
		7.723.690,35	8.922.758,47			7.723.690,35	8.922.758,47

INCOME STATEMENT from 01.04.2021 to 31.03.2022

**PANACEA Biotec Germany GmbH
München**

	EUR	Financial year EUR	Previous year EUR
1. Sales		<u>4.239.043,59</u>	<u>3.971.739,90</u>
2. Gross revenue for the period		4.239.043,59	3.971.739,90
3. Other operating income			
a) Miscellaneous other operating income		17.886,05	14.085,77
4. Cost of materials			
a) Cost of raw materials, consumables and supplies and of purchased merchandise		1.817.105,15	1.883.184,02
5. Personnel expenses			
a) Wages and salaries	525.556,32		520.770,25
b) Social security, post-employment and other employee benefit costs	<u>54.407,01</u>	579.963,33	55.419,27
- of which in respect of old age pensions EUR 0,00 (EUR 4.416,00)			
6. Depreciation, amortisation and write-downs			
a) Amortisation and write-downs of intangible fixed assets and depreciation and write downs of tangible fixed assets		10.539,04	8.912,78
7. Other operating expenses			
a) Occupancy costs	11.550,87		26.636,50
b) Insurance premiums, fees and contributions	50.758,26		21.307,95
c) Cost of third-party repairs and maintenance	69,80		336,36
d) Vehicle fleet expenses	22.623,73		21.765,33
e) Advertising and travel expenses	51.108,86		15.168,65
f) Selling and distribution expenses	175.091,09		138.130,54
g) Miscellaneous operating costs	<u>211.732,16</u>	522.934,77	138.536,87
8. Other interest and similar income		0,00	50,00
Carry forward		1.326.387,35	1.155.707,15

INCOME STATEMENT from 01.04.2021 to 31.03.2022

**PANACEA Biotec Germany GmbH
München**

	EUR	Financial year EUR	Previous year EUR
Carry forward		1.326.387,35	1.155.707,15
- of which interest income from discounting of provisions EUR 0,00 (EUR 50,00)			
9. Interest and similar expenses		268.878,71	261.400,99
- of which from affiliated companies EUR 268.738,71 (EUR 261.400,99)			
10. Taxes on income		<u>8.992,12</u>	<u>0,00</u>
11. Net income/net loss after tax		1.048.516,52	894.306,16
12. Other taxes		<u>68,00</u>	<u>270,00</u>
13. Net income for the financial year		1.048.448,52	894.036,16
14. Accumulated losses brought forward		<u>2.601.236,92</u>	<u>3.495.273,08</u>
15. Net accumulated losses		<u><u>1.552.788,40</u></u>	<u><u>2.601.236,92</u></u>

BALANCE SHEET ACCOUNTS as at 31.03.2022
PANACEA Biotec Germany GmbH
München
ASSETS

Account	Description	EUR	Financial year EUR	Previous year EUR
	Purchased concessions, industrial and similar rights and assets and licences in such rights and assets			
25 00	Other rights and assets		72.015,00	79.401,00
	Other equipment, operating and office equipment			
400 00	Operating equipment		5.862,00	7.142,00
	Finished goods and merchandise			
3980 00	Merchandise (inventories)		770.198,41	640.942,98
	Prepayments (inventories)			
1518 00	Prepayments, 19% input tax		30.000,00	30.000,00
	Trade receivables			
1400 00	Trade receivables		267.654,68	861.453,02
	Receivables from affiliated companies			
1595 00	Rcvbls affiliated comp rem. term 1 yr.		235.770,01	235.770,01
	Other assets			
1501 01		20.555,96		127.506,11
1525 00	Security deposits	2.085,00		2.085,00
1526 00	Security deposits rem. term 1 yr.	10.823,24		16.813,70
1548 00	Input tax ded. following period/year	0,00		8,97
1568 00	Deductible input tax, 5%	5,07		0,00
1571 00	Deductible input tax, 7%	306,31		0,00
1574 00	Deductbl input tax on intra-EU acqstn 19%	365.636,25		0,00
1575 00	Deductible input tax, 16%	140,80		0,00
1576 00	Deductible input tax, 19%	80.416,55		0,00
1577 00	Deductbl inpt tax sec 13b UStG 19%	4.363,52		0,00
1774 00	VAT on intra-EU acquisitions, 19%	365.636,25-		0,00
1775 00	VAT, 16%	284.333,56		0,00
1776 00	VAT, 19%	843.857,45-		0,00
1780 00	VAT prepayments	495.086,05		0,00
1781 00	VAT prepayments 1/11	222.568,00		0,00
1787 00	VAT under section 13b UStG, 19%	4.363,52-		0,00
1790 00	VAT, previous year	10.893,68-		0,00
1791 00	VAT, earlier years	<u>4.960,77</u>	266.530,18	0,00
	Cash-in-hand, central bank balances, bank balances and cheques			
1210 00	Bank 1	568.319,59		497.803,23
1220 00	Bank 2	<u>4.165.280,54</u>	4.733.600,13	4.045.938,29
	Prepaid expenses			
980 00	Prepaid expenses		35.271,54	22.657,24
Carry forward			6.416.901,95	6.567.521,55

BALANCE SHEET ACCOUNTS as at 31.03.2022**PANACEA Biotec Germany GmbH**
München**ASSETS**

Account Description	EUR	Financial year EUR	Previous year EUR
Carry forward		6.416.901,95	6.567.521,55
Deficit not covered by equity			
Equity deficit		1.306.788,40	2.355.236,92
Total assets		7.723.690,35	8.922.758,47

BALANCE SHEET ACCOUNTS as at 31.03.2022**PANACEA Biotec Germany GmbH**
München**EQUITY AND LIABILITIES**

Account	Description	EUR	Financial year EUR	Previous year EUR
Subscribed capital				
800 00	Subscribed capital		25.000,00	25.000,00
Capital reserves				
844 00	Other additional capital contributions		221.000,00	221.000,00
Net accumulated losses				
	Net accumulated losses		1.552.788,40-	2.601.236,92-
of which accumulated losses brought forward				
EUR 2.601.236,92-				
(EUR 3.495.273,08-)				
2868 00	Accumulated losses brought forward			
Deficit not covered				
	Equity deficit		1.306.788,40	2.355.236,92
Provisions for taxes				
956 00	Provision for trade tax, EStG s. 4(5b)	5.316,50		0,00
963 00	Provisions for corporate income tax	<u>3.675,62</u>	8.992,12	0,00
Other provisions				
965 00	Provisions for personnel expenses	85.000,00		100.000,00
966 00	Provsns for record retnn obligations	5.550,00		5.550,00
970 00	Other provisions	2.091.246,37		2.748.394,96
970 01	Provisions Lease Costs Arval	0,00		1.000,00
970 02	Provision Health and Safety Insurance	990,51		995,16
970 03	Provision Accounting Costs	450,00		600,00
970 04	Provision Expenses DADA	0,00		4.300,00
970 05	Provision Expenses Loxxes	0,00		12.000,00
970 10		6.100,00		0,00
977 00	Provsns period-end closing/ audit costs	<u>20.000,00</u>	2.209.336,88	8.000,00
Trade payables				
1600 00	Trade payables		229.818,43	944.420,02
of which due within one year EUR 229.818,43				
(EUR 944.420,02)				
1600 00	Trade payables			
Liabilities to affiliated companies				
705 01	Loan Panacea Biotec Limited		5.252.388,45	4.983.649,74
of which due after more than one year EUR 5.252.388,45				
(EUR 4.983.649,74)				
705 01	Loan Panacea Biotec Limited			
Other liabilities				
1400 00	Trade receivables	868,35		0,00
Carry forward				
		868,35	7.700.535,88	8.808.909,88

BALANCE SHEET ACCOUNTS as at 31.03.2022

PANACEA Biotec Germany GmbH
München

EQUITY AND LIABILITIES

Account Description	EUR	Financial year EUR	Previous year EUR
Carry forward	868,35	7.700.535,88	8.808.909,88
Other liabilities			
1568 00 Deductible input tax, 5%	0,00		84,03-
1571 00 Deductible input tax, 7%	0,00		52,27-
1574 00 Deductbl input tax on intra-EU acqstn 19%	0,00		235.940,31-
1575 00 Deductible input tax, 16%	0,00		20.704,57-
1576 00 Deductible input tax, 19%	0,00		34.899,91-
1577 00 Deductbl inpt tax sec 13b UStG 19%	0,00		3.809,06-
1579 00 Deductbl inpt tax sec 13b UStG 16%	0,00		1.947,44-
1589 00 Deductbl input tax on intra-EU acqstn 16%	0,00		170.517,09-
1741 00 Wage and church tax payables	8.190,31		7.881,84
1759 00 Expctd contrb. owed social secur. funds	928,81		923,97
1774 00 VAT on intra-EU acquisitions, 19%	0,00		235.940,31
1775 00 VAT, 16%	0,00		561.603,79
1776 00 VAT, 19%	0,00		373.833,52
1780 00 VAT prepayments	0,00		655.044,93-
1781 00 VAT prepayments 1/11	0,00		134.741,00-
1785 00 VAT under section 13b UStG	0,00		1.947,44
1786 00 VAT on intra-EU acquisitions, 16%	0,00		170.517,09
1787 00 VAT under section 13b UStG, 19%	0,00		3.809,06
1790 00 VAT, previous year	<u>0,00</u>	9.987,47	34,82-
of which taxes EUR 8.190,31 (EUR 97.757,62)			
1568 00 Deductible input tax, 5%			
1571 00 Deductible input tax, 7%			
1574 00 Deductbl input tax on intra-EU acqstn 19%			
1575 00 Deductible input tax, 16%			
1576 00 Deductible input tax, 19%			
1577 00 Deductbl inpt tax sec 13b UStG 19%			
1579 00 Deductbl inpt tax sec 13b UStG 16%			
1589 00 Deductbl input tax on intra-EU acqstn 16%			
1741 00 Wage and church tax payables			
1774 00 VAT on intra-EU acquisitions, 19%			
1775 00 VAT, 16%			
1776 00 VAT, 19%			
1780 00 VAT prepayments			
1781 00 VAT prepayments 1/11			
1785 00 VAT under section 13b UStG			
1786 00 VAT on intra-EU acquisitions, 16%			
1787 00 VAT under section 13b UStG, 19%			
1790 00 VAT, previous year			
of which social security EUR 928,81 (EUR 923,97)			
1759 00 Expctd contrb. owed social secur. funds			
of which due within one year EUR 9.987,47 (EUR 98.681,59)			
1400 00 Trade receivables			
1568 00 Deductible input tax, 5%			
Carry forward		7.710.523,35	8.907.591,47

BALANCE SHEET ACCOUNTS as at 31.03.2022**PANACEA Biotec Germany GmbH**
München

EQUITY AND LIABILITIES

Account Description	EUR	Financial year EUR	Previous year EUR
Carry forward		7.710.523,35	8.907.591,47
of which due within one year EUR 9.987,47 (EUR 98.681,59)			
1571 00 Deductible input tax, 7%			
1574 00 Deductbl input tax on intra-EU acqstn 19%			
1575 00 Deductible input tax, 16%			
1576 00 Deductible input tax, 19%			
1577 00 Dedctbl inpt tax sec 13b UStG 19%			
1579 00 Dedctbl inpt tax sec 13b UStG 16%			
1589 00 Dedctbl input tax on intra-EU acqstn 16%			
1741 00 Wage and church tax payables			
1759 00 Expctd contrb. owed social secur. funds			
1774 00 VAT on intra-EU acquisitions, 19%			
1775 00 VAT, 16%			
1776 00 VAT, 19%			
1780 00 VAT prepayments			
1781 00 VAT prepayments 1/11			
1785 00 VAT under section 13b UStG			
1786 00 VAT on intra-EU acquisitions, 16%			
1787 00 VAT under section 13b UStG, 19%			
1790 00 VAT, previous year			
Deferred income			
990 00 Deferred income		13.167,00	15.167,00
Total equity and liabilities		7.723.690,35	8.922.758,47

Income statement ACCOUNTS from 01.04.2021 to 31.03.2022

PANACEA Biotec Germany GmbH
München

Account	Description	EUR	Financial year EUR	Previous year EUR
Sales				
8338 00	Tax-exempt sales 3rd country	2.000,00		2.000,00
8340 00	Revenue, 16% VAT	0,00		4.030,07-
8400 00	Revenue, 19% VAT	10.574.087,42		10.662.828,68
8735 00	Cash discounts granted, 16% VAT	0,00		113.648,23-
8736 00	Cash discounts granted, 19% VAT	217.061,64-		100.455,28-
8770 00	Rebates granted	0,00		1.779,41-
8770 10	Rebates estimated - charges outstanding	138.626,42-		26.977,57
8770 20	Rebates estimated - charges outstanding	1.287.515,42		1.483.169,71-
8790 00	Rebates granted, 19% VAT	18.045,66-		133.235,87-
8791 00	Rebates granted, 19% VAT	<u>7.250.825,53-</u>	4.239.043,59	4.883.747,78-
Miscellaneous other operating income				
2700 00	Other income	8,05		0,00
2749 00	Refunds AAG	7.824,28		3.902,03
8611 00	Allctd.oth.n-c bnfts provsn car, 19% VAT	<u>10.053,72</u>	17.886,05	10.183,74
Cost of raw materials, consumables and supplies and of purchased merchandise				
3736 00	Cash discounts received, 19% input tax	6,84		0,00
3960 00	Chngs invntries r/c/s, purch. merch.	<u>1.817.111,99-</u>	1.817.105,15-	1.883.184,02-
Wages and salaries				
4100 00	Wages and salaries	421.707,32-		384.235,49-
4120 00	Salaries	0,00		28.415,76-
4129 00	Management bonuses paid to employees	85.000,00-		100.000,00-
4152 00	Non-cash bnft/ serv employees	11.964,00-		3.988,00-
4190 00	Casual labour wages	6.750,00-		0,00
4194 00	Flat-rate taxes marg part-time workers	135,00-		81,00-
4195 00	Wages for marginal part-time work	<u>0,00</u>	525.556,32-	4.050,00-
Social security, post-employment and other employee benefit costs				
4130 00	Statutory social security expenses	52.308,73-		50.520,36-
4138 00	Contrb. to occup. health/safety agency	1.552,92-		166,40-
4140 00	Vol. social bnfts not subj to wage tx	545,36-		316,51-
4165 00	Post-employment benefit costs	<u>0,00</u>	54.407,01-	4.416,00-
of which in respect of old age pensions EUR 0,00 (EUR 4.416,00-)				
4165 00	Post-employment benefit costs			
Carry forward			1.859.861,16	1.526.452,13

Income statement ACCOUNTS from 01.04.2021 to 31.03.2022

**PANACEA Biotec Germany GmbH
München**

Account Description	EUR	Financial year EUR	Previous year EUR
Carry forward		1.859.861,16	1.526.452,13
Depreciation, amortisation and write-downs			
Amortisation and write-downs of intangible fixed assets and depreciation and write downs of tangible fixed assets			
4822 00 Amortisation of intrngbl fixed assets	7.386,00-		7.386,00-
4830 00 Depreciation of tangible fixed assets	2.402,20-		1.526,78-
4855 00 Immediate write-off of low-value assets	<u>750,84-</u>	10.539,04-	0,00
Occupancy costs			
4210 00 Rent (immovable property)		11.550,87-	26.636,50-
Insurance premiums, fees and contributions			
4360 00 Insurance premiums	34.778,26-		21.132,95-
4380 00 Contributions	175,00-		175,00-
4390 00 Other levies	15.680,00-		0,00
4397 00 N-tx deductbl l.filg. penlts/admin. fines	<u>125,00-</u>	50.758,26-	0,00
Cost of third-party repairs and maintenance			
4801 00 Building repairs and maintenance	0,00		154,50-
4806 00 Hardware / software maintenance expenses	69,80-		69,80-
4809 00 Other repairs and maintenance	<u>0,00</u>	69,80-	112,06-
Vehicle fleet expenses			
4520 00 Motor vehicle insurance	661,49-		3.478,43-
4530 00 Current motor vehicle operat. costs	4.848,58-		2.794,89-
4540 00 Motor vehicle repairs	33,61-		296,97-
4550 00 Garage rent	1.512,00-		0,00
4570 00 Operating leases (motor vehicles)	15.298,05-		15.195,04-
4595 00 Third-party vehicle expenses	<u>270,00-</u>	22.623,73-	0,00
Advertising and travel expenses			
4600 00 Advertising expenses	41.749,75-		9.985,86-
4605 00 Giveaways	30,00-		0,00
4650 00 Entertainment expenses	886,58-		135,69-
4653 00 Small gifts	346,32-		68,93-
4654 00 Non-deductible entertainm. expenses	375,68-		58,16-
4660 00 Employee travel expenses	0,00		298,85-
4663 00 Employee travel expnses, cost of travel	3.848,29-		2.907,76-
4664 00 Employee trav. expn, addnl substnc costs	710,00-		540,00-
4666 00 Employee trav. expn, accommodation costs	<u>3.162,24-</u>	51.108,86-	1.173,40-
Selling and distribution expenses			
4700 00 Selling and distribution expenses	175.078,46-		138.130,54-
4710 00 Packaging materials	<u>12,63-</u>	175.091,09-	0,00
Carry forward		1.538.119,51	1.294.194,02

Commercial law

Income statement ACCOUNTS from 01.04.2021 to 31.03.2022

PANACEA Biotec Germany GmbH
München

Account Description	EUR	Financial year EUR	Previous year EUR
Carry forward		1.538.119,51	1.294.194,02
Miscellaneous operating costs			
4900 00 Other operating expenses	6.791,24-		10.230,48-
4908 00 General administrative expenses	2.489,47-		2.617,29-
4909 00 Purchased services/ third-party services	135.289,56-		75.475,68-
4910 00 Postage	318,87-		5,60-
4920 00 Telephone	3.944,41-		2.101,17-
4930 00 Office supplies	852,47-		287,83-
4950 00 Legal and consulting expenses	7.017,96-		682,45-
4955 00 Bookkeeping expenses	7.671,07-		7.246,34-
4957 00 Period-end closing and audit costs	12.000,00-		11.908,10-
4960 00 Rent fixtures/fittings (movable assets)	0,00		72,80-
4964 00 Expensions for licences, concessions	507,00-		381,90-
4969 00 Environmtl remed./ waste disposal expns	7.838,21-		12.427,75-
4970 00 Incidental monetary transaction costs	26.412,01-		14.885,10-
4980 00 Operating supplies	<u>599,89-</u>	211.732,16-	214,38-
Other interest and similar income			
2684 00 Interest income discount. provisions		0,00	50,00
of which interest income from discounting of provisions EUR 0,00 (EUR 50,00)			
2684 00 Interest income discount. provisions			
Interest and similar expenses			
2104 00 N-deductbl oth incid.charges reltd. taxes	140,00-		0,00
2109 01 Interest due to Loan Panacea Biotec Ltd	<u>268.738,71-</u>	268.878,71-	261.400,99-
of which from affiliated companies EUR 268.738,71- (EUR 261.400,99-)			
2109 01 Interest due to Loan Panacea Biotec Ltd			
Taxes on income			
2200 00 Corporate income tax	3.484,00-		0,00
2208 00 Solidarity surcharge	191,62-		0,00
4320 00 Trade tax	<u>5.316,50-</u>	8.992,12-	0,00
Other taxes			
4510 00 Motor vehicle tax		68,00-	270,00-
Net income for the financial year			
Net income for the financial year		1.048.448,52	894.036,16
Accumulated losses brought forward			
2868 00 Accumulated losses brought forward		2.601.236,92-	3.495.273,08-
Net accumulated losses			
Net accumulated losses		<u>1.552.788,40-</u>	<u>2.601.236,92-</u>

Commercial law

statement of movements on non-current assets (gross) at 31.03.2022 - Commercial law

		acquisition- production- cost 01.04.2021 EUR	additions EUR	disposals EUR	transfers EUR	acquisition- production- cost 31.03.2022 EUR	accumulated depreciations 01.04.2021 EUR	depreciations financial year EUR	disposals EUR	transfers EUR	accumulated depreciations 31.03.2022 EUR	write-ups financial year EUR	book-value 31.03.2022 EUR
I.	Intangible fixed assets												
1.	Purchased concessions, industrial and similar rights and assets and licences in such rights and assets	152.466,58				152.466,58	73.065,58	7.386,00			80.451,58		72.015,00
total	Intangible fixed assets	152.466,58				152.466,58	73.065,58	7.386,00			80.451,58		72.015,00
II.	Tangible fixed assets												
1.	Other equipment, operating and office equipment	19.952,11	1.873,04			21.825,15	12.810,11	3.153,04			15.963,15		5.862,00
total	Tangible fixed assets	19.952,11	1.873,04			21.825,15	12.810,11	3.153,04			15.963,15		5.862,00
		172.418,69	1.873,04			174.291,73	85.875,69	10.539,04			96.414,73		77.877,00

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