

# Annual Report

**TIB-TEC AG**  
**(Baar, Switzerland)**

# Letter from the Chairman of the Board of Directors to the shareholders

Dear Shareholder

TIB-TEC AG can look back on an eventful second financial year with some breakthrough achievements.

Structured as a patent-developing and patent-holding company, the entire Group has focused on the further development and optimization of the prototype, the quality of the processes, testing of the prototype and the worldwide management of the patents in this business year.

Months of preparation for the testing of the prototype, adaptations to new achievements concerning design and optimization of the Gas flows have allowed us to carry out extensive testing in February and March 2023 together with one of the most famous testing centers in Europe. These tests were aimed at proving that hydrogen can be produced by the TIB in a sustainable way. We can confirm that these tests were successful and the results are the base for new tests in the upcoming near future.

The next tests, scheduled for the third and fourth quarter of 2023, will be based on the results and will verify the next essential indicators to bring the TIB to the next market phase.

The last business year, various presentations to major new investors have given us confidence that we are on the right track with our product development and our strategy.

The consolidated financial statement still reflect the status of TIB-TEC AG as a start-up company which is developing a breakthrough new technology that might reduce global CO2 emissions dramatically.

The group generates no turnover yet. This has led to a consolidated loss of CHF 0.9 Mio. in the financial year 2022/23.

Besides the continuous further testing and development of the prototype the main focus of the Board is on securing the financial means to continue the operation and strengthen the equity of the company.

On behalf of the entire Board of Directors, I would like to thank you for your trust in the past year and look forward to continuing to count on you among our shareholders in the future.

Jörg Klar  
President of the Board

**CONSOLIDATED FINANCIAL STATEMENTS**

**TIB-TEC AG**  
**(Baar, Switzerland)**

**Consolidated financial statements**  
**for the period ended 30 June 2023**

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## CONSOLIDATED FINANCIAL STATEMENTS

### Consolidated balance sheet

in CHF	Note	30.06.2023	%	30.06.2022	%
Cash and cash equivalents	2	525'472		14'535	
Marketable securities	3	-		1'121'501	
Trade accounts receivable		-		-	
Other accounts receivable	4	55'429		455'949	
Inventories		-		-	
Income taxes receivable		-		-	
Prepayments to creditors		-		-	
Accrued income		-		-	
<b>Current assets</b>		<b>580'901</b>	<b>19.38%</b>	<b>1'591'985</b>	<b>100.00%</b>
Property, plant and equipment		-		-	
Intangible assets	5	1'131'159		1	
Non-current loans	6	191'839		-	
Loan receivable from related party		1'093'298		-	
Deferred tax assets		-		-	
<b>Non-current assets</b>		<b>2'416'297</b>	<b>80.62%</b>	<b>1</b>	<b>0.00%</b>
<b>Total Assets</b>		<b>2'997'198</b>	<b>100.00%</b>	<b>1'591'986</b>	<b>100.00%</b>
Trade accounts payable		506'142		-	
Other financial liabilities		-		-	
Other liabilities	7	72'233		46'318	
Current tax liabilities		-		-	
Accrued liabilities and deferred income	8	133'283		446'440	
<b>Current liabilities</b>		<b>711'657</b>	<b>23.74%</b>	<b>492'758</b>	<b>37.47%</b>
Other financial liabilities	9	-		50'067	
Other liabilities		-		-	
Deferred tax liabilities		-		-	
<b>Non-current liabilities</b>		<b>-</b>	<b>0.00%</b>	<b>50'067</b>	<b>3.81%</b>
Share capital	10	1'143'075		1'075'000	
Capital reserves	10	2'081'842		-	
Treasury shares		-		-	
Retained earnings		28'814		-	
Loss of the period		-856'117		-1'037'250	
Negativ Goodwill		-		1'066'064	
Currency translation adjustment		-112'073		-54'653	
<b>Shareholders' equity</b>		<b>2'285'541</b>	<b>76.26%</b>	<b>1'049'161</b>	<b>58.72%</b>
<b>Total Liabilities and Equity</b>		<b>2'997'198</b>	<b>100.00%</b>	<b>1'591'986</b>	<b>100.00%</b>

The accompanying notes form an integral part of these financial statements.

## CONSOLIDATED FINANCIAL STATEMENTS

### Consolidated income statement

in CHF	Note	01.07.2022- 30.06.2023	%	06.07.2021- 30.06.2022	%
Net sales		-		-	
Capitalized development costs	5	1'246'911		-	
Other operating income	11	244'961		-	
<b>Income</b>		<b>1'491'873</b>		<b>-</b>	
Cost of materials and products		-		-	
Changes in inventory		-		-	
Other operating expenses	12	-1'803'463		-793'711	
Personnel expenses	13	-141'840		-136'770	
<b>Loss before interest, taxes, depreciation and amortisation (EBITDA)</b>		<b>-453'430</b>		<b>-930'481</b>	
Depreciation on tangible assets		-		-	
Amortization on intangible assets	5	-91'716		-	
<b>Operating result (EBIT)</b>		<b>-545'146</b>		<b>-930'481</b>	
Financial income	14	44'677		464	
Financial expenses	14	-347'706		-93'465	
<b>Ordinary result</b>		<b>-848'175</b>		<b>-1'023'481</b>	
Non-operating result	15	-7'942		-13'769	
<b>Loss before taxes</b>		<b>-856'117</b>		<b>-1'037'250</b>	
Income taxes		-		-	
<b>Net loss</b>		<b>-856'117</b>		<b>-1'037'250</b>	

The accompanying notes form an integral part of these financial statements.

## CONSOLIDATED FINANCIAL STATEMENTS

### Consolidated statement of changes in equity

<i>In CHF</i>	Share capital	Capital reserves	Translation reserve	Retained earnings	Total shareholders' equity
<b>July 6, 2021</b>	<b>100'000</b>	-	-	-	<b>100'000</b>
Capital increase	975'000	-	-	-	975'000
Loss for the year	-	-	-	-1'037'250	-1'037'250
Translation Difference	-	-	-54'653	-	-54'653
Negativ Goodwill	-	-	-	1'066'064	1'066'064
<b>June 30, 2022</b>	<b>1'075'000</b>	-	-54'653	28'814	<b>1'049'161</b>

<i>In CHF</i>	Share capital	Capital reserves	Translation reserve	Retained earnings	Total shareholders' equity
<b>July 1, 2022</b>	<b>1'075'000</b>	-	-54'653	28'814	<b>1'049'161</b>
Capital increase	68'075	-	-	-	68'075
Additional paid in capital	-	2'081'842	-	-	2'081'842
Loss for the year	-	-	-	-856'117	-856'117
Translation Difference	-	-	-57'420	-	-57'420
<b>June 30, 2023</b>	<b>1'143'075</b>	<b>2'081'842</b>	<b>-112'073</b>	<b>-827'303</b>	<b>2'285'541</b>

As per 25. March 2022 a contribution in kind took place with which TIB-TEC received an investment in a group company for the issuance of shares with a nominal value of CHF 975'000 (refer to note 10 for further details). Out of this transaction a negative goodwill resulted in the amount of CHF 1'066'064 which was accounted for directly in equity.

In November 2022 and in June 2023 the main shareholder of TIB-TEC AG made contributions to the capital reserves in the total amount of CHF 1'136'502.

In June 2023 loans in the amount of CHF 996'540 were converted to equity. For these conversions the share capital was raised by CHF 51'200, the Agio resulting from the conversion amount was booked in the capital reserves. Also in June 2023 the share capital was raised by another CHF 16'875.

The accompanying notes form an integral part of these financial statements.

## CONSOLIDATED FINANCIAL STATEMENTS

### Consolidated cash flow statement

in CHF	01.07.2022- 30.06.2023	06.07.2021- 30.06.2022
<b>Loss before taxes</b>	-856'117	-1'037'250
Amortisation and impairment of goodwill and intangible assets	91'716	-
Loss on securities	319'128	-
Foreign exchange gain/loss	23'645	-
Interest expense/(income) net	957	347
Other non-cash items	-972'894	1'267'534
<i>Working capital adjustments:</i>		
Changes in other receivables	123'549	-170'801
Changes in prepaid expenses and accrued income	-	64'422
Changes in trade payables	506'142	-
Changes in other payables and accrued expenses	-287'243	614'444
<b>Cash generated from operations before interest and taxes</b>	<b>-1'051'118</b>	<b>738'697</b>
Interest paid	-957	-675
<b>Cash flows from operating activities</b>	<b>-1'052'074</b>	<b>738'022</b>
Purchase of intangible assets	-378'191	-
Acquisition of subsidiary	-	57'435
Purchase of non-current financial assets	-	-193'244
Loans granted	-191'839	-
<b>Cash flows from investing activities</b>	<b>-570'030</b>	<b>-135'810</b>
Shareholders Capital	51'200	100'000
Cash flows from financing activities	-	-684'471
Equity Transactions	2'081'842	-
<b>Cash flows from financing activities</b>	<b>2'133'042</b>	<b>-584'471</b>
<b>Total cash flow of the period</b>	<b>510'937</b>	<b>17'741</b>
Cash and cash equivalents at beginning of the year	14'535	-
Net increase / (decrease) in cash and cash equivalents	510'937	17'741
Net foreign exchange difference	-	3'206
<b>Cash and cash equivalents at end of the year</b>	<b>525'472</b>	<b>14'535</b>

The accompanying notes form an integral part of these financial statements.



## NOTES

### Notes to the consolidated financial statements

#### 1. Information to the consolidated financial information

This section explains the basis for the preparation of the consolidated financial statements and provides a summary of the main general accounting principles as well as management assumptions and estimates.

##### General information and basis for preparation

TIB-TEC AG and its subsidiary (“the Group” or “TIB-TEC”) incorporated under Swiss Law (Aktiengesellschaft), has its registered office in Baar, Switzerland. The purpose of the Group is the research and development of energy-related technologies as well as the patenting, licensing and exploitation of such technologies and related intellectual property rights and other rights of any kind. The Group commercializes the intellectual property rights to a Transformational Technology that provides answers to a range of pressing global energy and carbon emission reduction issues.

The consolidated financial statements of TIB-TEC AG (“the Group”) have been prepared in accordance with all of the current guidelines of the Accounting and Reporting Recommendations (Swiss GAAP FER) and with Swiss company law. The consolidated financial statements are based on the financial statements of TIB-TEC AG and its subsidiary for the financial year ended 30 June 2023 covering the period 1 July 2022 to 30 June 2023 and are prepared in accordance with uniform corporate accounting principles.

Due to rounding, numbers presented throughout the consolidated financial statements may not add up precisely to the totals provided. All ratios, percentages and variances are calculated using the underlying amount rather than the presented rounded amount. The presentation of the comparative periods and figures takes place in accordance with the framework of Swiss GAAP FER. The comparative values in the text are usually specified in semi-circular ( ) brackets.

##### Accounting principles

The consolidated financial statements have been prepared in accordance with the historical cost method with the exception of marketable securities, which are measured at actual value and is based on the going concern assumption.

##### *Cash and cash equivalents*

Cash and cash equivalents include cash on hand, postal and bank balances as well as sight and deposit money with a remaining term of no more than 90 days. These are valued at nominal values.

##### *Intangible Assets*

Upon acquisition, an intangible asset is capitalized at cost. Subsequent to initial recognition, intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses. The carrying values of intangible assets are reviewed for indicators of impairment at each reporting date and are subject to impairment testing when events or changes in circumstances indicate that the carrying values may not be recoverable.

Intangible assets are amortized on a straight-line basis over their useful lives, which are estimated at 5 years.

##### *Marketable securities*

Marketable securities are valued at current values. If no current value is available, the securities are valued at acquisition cost less any impairments.

##### *Liabilities and provisions*

Liabilities are entered at nominal value. Provisions are valued on the basis of the expected value of future cash outflows and increased, maintained or reversed based on the reassessment as of the reporting date.

## NOTES

### Changes in Accounting principles

In the year under review, the Swiss GAAP FER accounting principles remained unchanged.

### Scope and principles of consolidation

The scope of consolidation includes TIB-TEC AG all its subsidiaries, which TIB-TEC AG controls directly or indirectly by either holding more than 50% of the voting rights or by otherwise having the power to control their operating and financial policies. These controlled subsidiaries are fully consolidated; assets, liabilities, income, and expenses are incorporated in the consolidated financial statements. Intercompany balances and transactions are eliminated upon consolidation. Minority interests are presented as a component of consolidated equity in the consolidated balance sheet and consolidated net income in the consolidated income statement. Gains arising from intercompany transactions are eliminated in full. Capital consolidation is based on the purchase method, whereby the acquisition cost of the respective subsidiary is eliminated at the time of acquisition against the fair value of net assets acquired, with the remainder recorded as goodwill that is subsequently offset against the consolidated equity. In the event of an increase in ownership in controlled subsidiary, any difference between the purchase price and the acquired equity is recognized as goodwill.

TIB-TEC AG has one subsidiary, TI-Holdings BV in Amsterdam, the Netherlands, of which it holds a share of 100%. The subsidiary is fully consolidated.

### Foreign currencies

TIB-TEC Group entities prepare their financial statements in their functional currency. Assets and liabilities held in other currencies are converted at the spot rate on the balance sheet date. Foreign exchange gains and losses resulting from transactions and from the conversion of balance sheet items into the functional currency are reported in the income statement.

The consolidated financial statements are prepared and presented in Swiss francs. For consolidation purposes, the financial statements of the TIB-TEC Group entities that report in another currency than Swiss francs are translated into Swiss francs as follows: balance sheets at year-end rates, income and cash flow statements at average rates for the year under review. Any translation differences resulting from the different translation of the balance sheets and income statements are recognized in equity. Upon the divestment of a foreign TIB-TEC Group entity, the related cumulative translation differences are recycled to the income statement.

The following exchange rates were used in the consolidated financial statements for the most relevant currencies:

Currency	Closing rate	Average rate
	<b>30.06.2023</b>	<b>2023/2022</b>
EUR/CHF	0.97805	0.99728

### Accounting estimates and judgments

The preparation of financial statements requires management to exercise judgement and to make estimates and assumptions that affect the application of policies, reported amounts of revenues, expenses, assets and liabilities, and disclosures. These estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. Actual future results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized 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.

Management has actually not identified the assumptions and estimates to be of special relevance to the presentation of the consolidated financial statements.

## NOTES

### Key figures not defined by Swiss GAAP FER

The Group is using in its consolidated financial statement additional line items (“alternative performance measures”), which are not defined by Swiss GAAP FER. These alternative performance measures are used to increase the meaningfulness of the consolidated

Measures	Definition
EBITDA	Earnings before interest, taxes, depreciation and amortisation

### 2. Cash and cash equivalents

in CHF	30.06.2023	30.06.2022
Cash on bank accounts	183'154	14'535
Cash in transit	342'318	-
<b>Total</b>	<b>525'472</b>	<b>14'534.75</b>

### 3. Marketable Securities

in CHF	30.06.2023	30.06.2022
Shares MKB Nedsense	-	1'121'501
<b>Total</b>	<b>-</b>	<b>1'121'501</b>

### 4. Other accounts receivable

in CHF	30.06.2023	30.06.2022
VAT receivable	38'302	78'844
Prepayments	-	-
Other	17'127	377'106
<b>Total</b>	<b>55'429</b>	<b>455'949</b>

## NOTES

### 5. Intangible assets

in CHF	IP
<b>Cost</b>	
<b>At 1 July 2022</b>	-
Additions	1'222'875
<b>At 30 June 2023</b>	<b>1'222'875</b>
<b>Accumulated amortization and impairment</b>	
<b>At 1 July 2022</b>	-
Amortization	(91'716)
Exchange difference	-
<b>At 30 June 2023</b>	<b>(91'716)</b>
<b>Net carrying amount 30 June 2023</b>	<b>1'131'159</b>

No costs for the development of the Thermal Inverter Box technology were capitalized in the consolidated financial statements of TIB-TEC AG as of June 30, 2022.

In February 2023, the prototype and the effectiveness of the Thermal Inverter Box were successfully tested by an independent testing institute (FEV Aachen). The rights to the technology and the patents were already transferred to TI-Holdings B.V., a 100% subsidiary of TIB-TEC AG, in 2022. The rights meet the following capitalization conditions for intangible assets according to Swiss GAAP FER 10:

- The self-generated intangible value is identifiable and is at the disposal of the organization.
- The internally generated intangible value will generate measurable benefits for the organization over several years.
- The expenses incurred to create the internally generated intangible value can be separately recognized and measured.
- It is probable that the resources required to complete and market or own the intangible asset are available or will be made available.

At the level of TI-Holdings B.V., intangible assets in the amount of € 1'062'000 were capitalized in 2022, but then written off in full in the annual financial statements. For the management and the Board of Directors, the mandatory prerequisite for capitalization was the successful functionality test of the prototype expected towards the end of 2022, which in turn is the prerequisite for commercialization of the technology. Based on the successful test in February 23, the assessment of the management of TIB-TEC AG has shown that the impairment can be reversed in full. The reversal of the impairment of € 1'062'000 will be recognized in profit or loss in 2023.

In addition, new development costs in the amount of CHF 184'000 were capitalized in the consolidated financial statements 2023. Thus, the capitalized development costs in the consolidated financial statements of TIB-TEC AG as of June 30, 2023 amount to CHF 1'222'875 (At closing rate of currency exchange. Activation at average currency rate CHF-EUR resulted in a value of CHF 1'246'911). Capitalization is based only on the development costs actually incurred.

The capitalization of intangible assets in the amount of CHF 1'222'875 takes place in the individual financial statements of TI-Holdings B.V., which holds the patent rights. In the consolidated financial statements of TIB-TEC AG, this capitalization increases the equity by CHF 1'222'875.

## NOTES

### 6. Non-current loans

in CHF	30.06.2023	30.06.2022
Vortex Legal B.V.	25'100	-
T.V.	166'739	-
<b>Total</b>	<b>191'839</b>	<b>-</b>

### 7. Other liabilities

in CHF	30.06.2023	30.06.2022
Social Security	-2'656	1'433
VAT	-	12'728
Other Creditors	74'889	32'157
<b>Total</b>	<b>72'233</b>	<b>46'318</b>

### 8. Accrued liabilities

in CHF	30.06.2023	30.06.2022
Accruals for bookkeeping	9'800	48'798
Payroll-related accruals	0	24'000
Accrued rent expenses	0	2'700
Accrued consulting expenses (IPO)	65'232	136'796
Consulting Fees	18'000	9'713
Other accruals	40'250	224'432
<b>Total</b>	<b>133'283</b>	<b>446'440</b>

### 9. Other financial liabilities

The amount of CHF 50'067 as per 30.06.2022 related to a loan debt to a related party for prepaid services for TI Holdings BV and has been fully repaid during the financial year.

## NOTES

### 10. Share capital

The company has been set up on July 6, 2021 with a share capital of 10'000'000 registered shares with a nominal value of CHF 0.01 each, amounting to CHF 100'000.

As per March 25, 2022 a contribution in kind took place with which the company received an investment in a group company for the issuance of:

- 45'000'000 fully paid-up registered shares with a nominal value of CHF 0.01 each amounting to CHF 450'000 and
- 52'500'000 fully paid-up registered participation certificates with a nominal value of CHF 0.01 each amounting to CHF 525'000.

In November 2022 and in June 2023 the main shareholder of TIB-TEC AG made contributions to the capital reserves in the total amount of CHF 1'136'502.

In June 2023 loans in the amount of CHF 996'540 were converted to equity. For these conversions the share capital was raised by CHF 51'200, the Agio resulting from the conversion amount was booked in the capital reserves. Also in June 2023 the share capital was raised by another CHF 16'875.

The share capital on 30 June 2023 comprised of

- 61'807'500 registered shares with a nominal value of CHF 0.01 each, amounting to CHF 618'075 and
- 52'500'000 registered participation certificates with a nominal value of CHF 0.01 each, amounting to CHF 525'000.

Ordinary shares entitle the holder to participate in dividends, hold one vote per share at general meetings of the Company and share in the liquidation proceeds of the Company in proportion to the number of and amounts paid on the shares held. Participation certificates entitle the holder to participate in dividends and share in the liquidation proceeds of the Company in proportion to the number of and amounts paid on the shares held. The share capital is fully paid in.

### 11. Other operating income

in CHF	2022/2023	2021/2022
Waiver of claims	82'445	-
Capitalized receivables	162'516	-
<b>Total</b>	<b>244'961</b>	<b>-</b>

### 12. Operating expense

in CHF	2022/2023	2021/2022
Rent and office related expenses	-23'592	-27'767
Insurance	-1'893	-126
Consulting expenses	-1'745'972	-724'122
Travel expenses (incl. cars)	-26'983	-37'682
Other operating expenses	-5'023	-4'014
<b>Total</b>	<b>-1'803'463</b>	<b>-793'711</b>

## NOTES

### 13. Personnel expense

in CHF	2022/2023	2021/2022
Salaries and bonuses	-137'898	-132'000
Social security charges	-3'942	-4'770
<b>Total</b>	<b>-141'840</b>	<b>-136'770</b>

### 14. Financial result

in CHF	2022/2023	2021/2022
Foreign exchange gain	3'495	464
Interest income	41'182	-
<b>Total financial income</b>	<b>44'677</b>	<b>464</b>
Interest expenses and bank charges	-957	-683
Foreign exchange losses	-27'140	-10'380
Loss on securities	-319'128	-80'000
Other financial expenses	-481	-2'402
<b>Total financial expenses</b>	<b>-347'706</b>	<b>-93'465</b>

### 15. Non-operating result

The non-operating expenses in the current year relate to the emission tax paid in the amount CHF 7'942 in connection with the capital increase.

In the previous year the non-operating expenses amounting to CHF 13'769 related to consulting costs in connection with a waiver of a financial liability.

## NOTES

### 16. Related parties

#### Unsettled balances with related parties at balance sheet date

in CHF	30.06.2023	30.06.2022
Receivable from TI Stichting	1'110'232	276'971
Other Liabilities towards Board of Directors	-74'889	-100'238
<b>Total net amount</b>	<b>1'035'343</b>	<b>176'733</b>

#### Compensation of key management personnel

in CHF	2022/2023	2021/2022
Board of Director Fees	137'898	132'000
Social security charges	3'942	4'770
<b>Total compensation of key management personnel</b>	<b>141'840</b>	<b>136'770</b>

### 17. Scope of Consolidation

In 1'000 of indicated currency	Share Capital		Ownership		
	30.06.2023	30.06.2022	30.06.2023	30.06.2022	
<b>Group companies</b>					
TIB TEC AG	CHF	1'143	1'075		
TI Holdings BV	EUR	3'600	3'600	100%	100%

As per 25. March 2022 a contribution in kind took place in which TIB-TEC received the shares of TI Holdings BV for the issuance of shares with a nominal value of CHF 975'000. From March 25, 2022 onwards TI Holdings BV was fully consolidated. In June 23 the capital was raised to CHF 1'143'075 (refer to note 10 for further details).

### 18. Going Concern

As per 30.06.2023, TIB-TEC AG shows a low liquidity. The liquidity available on June 30, 2023 as well as the current receivables would not be sufficient to cover the current liabilities as well as the expected running costs until June 30, 2024. Whereas the company has prepared itself for a listing of its' shares on the Swiss BX Stock Exchange, fresh interest from the private markets, including new potential as well as the continuing support from existing investors are expected to add further to the capital base. Management considers that the prerequisite for the further funding is the successful continuation of the ongoing current trials with the (early) prototype of the Thermal Inverter Box (TIB) and its individual components thereof under "hot" conditions. Based on solid interest shown over the last months by investors, we expect to receive money inflows of 1-2 Mio. CHF until the end of 2023

The matter indicates still a material uncertainty that cast significant doubt about TIB-TEC AG's ability to continue as a going concern.



## NOTES

### 19. Legal claim

In December 2022, a claimant served a writ of summons on TI-Holdings B.V., a wholly owned subsidiary of the Company, thereby initiating legal proceedings before the District Court of The Hague, the Netherlands, requesting the court to hold amongst others that he is entitled to the sole ownership of certain patents, patent applications and utility models for a thermal inverter and that he is the true and only inventor. TI-Holdings B.V. submitted a statement of defense on 22 February 2023 requesting the full dismissal of all claims. An oral hearing in the District Court of The Hague has been scheduled in June 2024.

According to the assessment of a Dutch law company, the assertions on which the claimant's claims to entitlement of the patents, patent applications and utility models for a thermal inverter are based on, are either irrelevant, incorrect or insufficiently substantiated to support his claims. The claimant has not demonstrated that he had possession of the inventive concept disclosed in the patents, patent applications and utility models for a thermal inverter before they were filed.

The Company firmly believes that the claims of claimant have no merits and will be dismissed. Nevertheless, bearing in mind the inherent uncertainties of any legal proceedings, it cannot be excluded that the court comes to a different view. A negative outcome of these legal proceedings would have a material impact on the Company.

### 20. Events after the balance sheet date

There are no noticeable events after the balance sheet date.