

N.B. This version of the annual report is a translation of parts of the German original version, and, in case of discrepancies, the German original shall prevail.

In Shape GmbH – Summary of the Annual Report FY20

1 Financial position

The presentation of the Company's financial position derived from the balance sheet as of 31 December 2020 and compared to the previous balance sheet date is as follows:

	Balance sheet as of 31.12.2020 KEUR	%	Balance sheet as of 31.12.2019 KEUR	%	Change previous year KEUR	Vs. this year %
Assets						
Intangible fixed assets	2.4	0.3	16.9	2.8	-14.5	-85.8
Tangible fixed assets	316.8	35.6	428.2	71.0	-111.4	-26.0
Inventories	6.8	0.8	3.8	0.6	3.0	78.9
Receivables	37.1	4.2	58.1	9.6	-21.0	-36.1
Other assets	417.7	46.9	51.7	8.6	366.0	707.9
Cash and cash equivalents / securities	73.8	8.3	16.3	2.7	57.5	352.8
Prepaid expenses	3.7	0.4	4.7	0.8	-1.0	-21.3
Deferred tax assets	31.8	3.6	23.6	3.9	8.2	34.7
Sum of assets	890.0	100.0	603.4	100.0	286.6	47.5
Rounding up difference	-0.1		0.1			
	Balance sheet as of 31.12.2020 KEUR	%	Balance sheet as of 31.12.2019 KEUR	%	Change previous year KEUR	Vs this year %
Liabilities						
Equity	134.7	15.1	139.7	23.2	-5.0	-3.6
Accruals	36.5	4.1	10.6	1.8	25.9	244.3
Credit liabilities	104.8	11.8	158.1	26.2	-53.3	-33.7
Trade payables	383.4	43.1	29.5	4.9	353.9	1,199.7
Shareholder liabilities	65.3	7.3	63.8	10.6	1.5	2.4
Other liabilities	165.4	18.6	201.8	33.4	-36.4	-18.0
Sum of liabilities	890.0	100.0	603.4	100.0	286.6	47.5
Rounding up difference	-0.1		-0.1			

2 Cash flow statement

In the following, the source of funds and use of funds in respect of the reporting year 2020 are presented by means of a cash flow statement, whereby the three segments of the cash flow statement are to be considered as a unit.

The development of liquidity and financial strength shows how cash and cash equivalents (cash on hand, cheques and bank balances) have changed in the reporting period as a result of cash inflows and outflows. A distinction is made between cash flows from operating, investing and financing activities.

The cash flow statement is broken down into cash flows from operating activities, investing activities and financing activities, whereby the sum of the cash flow from these three areas of activity corresponds to the change in cash and cash equivalents in the reporting period, insofar as these are not based on exchange rate or other value related changes.

	EUR	Business year EUR	Previous year EUR
Results of the period		5,058.09	-17,283.93
+ Depreciation and amortisation of fixed assets		113,918.60	160,306.17
+ Increase in accruals		25,854.00	300.00
+ Decrease in inventories		2,976.47	-3,492.56
- Increase in trade receivables		21,979.25	-3,672.82
+Decrease in other assets not attributable to investing or financing activities		392,373.04	25,861.24
+ Increase in trade payables		357,135.33	-27,188.80
+ Increase in other liabilities not attributable to investing or financing activities		21,216.15	-22,144.27
+ Losses from the disposal of fixed assets		13,418.00	158.66

+ Interest expenses		5,133.25	6,177.64
		0.00	326.71
- Income tax income		8,164.25	15,424.00
+ Income tax expenses		-0.11	-0.82
Income tax expense/income	8,164.36		15,424.82
Corrections for non-cash operations	-36.79		14,860.32
+/- Income tax payments		8,127.57	564.50
Cash flow from operating activities		158,210.19	93,664.80
- Payments for investments in intangible fixed assets		0.00	0.00
+ Proceeds from disposals of of property, plant and equipment		0.00	840.34
Payments for investments in tangible fixed assets		1,371.60	168,530.17
+ Cash inflows due to financial investments within the scope of short-term financial management		12.34	43.69
- Disbursements due to financial investments within the framework of short-term financial management		204.51	297.01
Cash flow from investing activities		-1,563.77	167,616.44
Payment from the redemption of bonds and (financial) loans		81,531.72	-73,766.01
- Interest paid		5,133.25	6,177.64
Cash flow from financing activities		-86,664.97	67,588.37
Changes in cash and cash equivalents (total cash flow)		69,981.45	-6,363.27
+ Cash and cash equivalents at the beginning of the period		-6,680.30	-317.03
Cash and cash equivalents at the end of the period		63,301.15	-6,680.30

3 Balance sheet as of 31 December 2020 in In Shape GmbH Fitness Studio, 73084 Salach

ASSETS

LIABILITIES

	EUR	Business year EUR	Previous year EUR		EUR	Business year EUR	Previous year EUR
A. Fixed assets				A. Equity			
I. Intangible fixed assets		2,401.00	16,933.00	I. Subscribed		25,000.00	25,000.00
II. Tangible fixed assets	316,764.00	319,165.00	428,197.00	II. Profit carried forward		114,727.55	97,443.62
B. Current assets				III. Net loss		5,058.09	-17,283.93
I. Inventories	6,801.42		3,824.95	Sum equity		134,669.46	139,727.55
II. Receivables and other assets	454,858.48		109,800.18	B. Accruals		36,474.00	10,620.00
• against shareholders EUR 391,415.85 (EUR 16,095.90)				C. Liabilities		718,894.54	453,055.60
• with a remaining term of more than one year EUR 16,256.85 (EUR 16,095.90)				- to shareholders EUR 65,256.90 (EUR 63,750.00)			
III. Securities	5,745.60		5,745.60	- with a remaining term of up to one year EUR 558,898.29 (EUR 267,469.60)			
IV. Cash in hand, Bundesbank balances, credit balances with credit institutions and cheques	68,007.24		10,551.42	- with a remaining term of more than one year EUR 159,996.25 (EUR 185,586.00)			
C. Prepaid expenses		535,412.74					
		3,659.26	4,713.00				
D. Deferred tax assets		31,801.00	23,638.00				
		890,038.00	603,403.15			890,038.00	603,403.15

4 Income statement from 1 January 2020 to 31 December 2020 in In Shape GmbH Fitness Studio

	Business year EUR	Previous year EUR
1. Gross result	1,057,483.18	2,110,722.24
2. Personnel expenses		
a) Wages and salaries	246,533.78	961,470.44
b) Social security contributions and expenses for pensions and other employee benefits	59,344.84	156,028.93
- of which for retirement benefits EUR 1,440.00 (EUR 2,280.93)		
	305,878.62	1,117,499.37
3. Depreciations		
a) on intangible fixed assets and tangible fixed assets	113,918.60	160,306.17
4. Other operating expenses	647,380.52	825,316.71
5. Income from other securities and Loans from financial assets	0.00	326.71
6. Other interest and similar income	1,624.36	173.41
7. Interest and similar expenses	5,133.25	6,183.00
8. Taxes on income and earnings	-8,164.36	-15,424.82
- income from the addition to and release of deferred taxes EUR 8,163.00 (EUR 15,424.00)		
9. Results after taxes	-5,039.09	17,341.93
10. Other taxes	19.00	58.00
11. Net loss for the year	5,058.09	-17,283.93

5 Notes to the items of the balance sheet and the income statement as well as statement of accounting principles

Assets

A. Fixed assets

	31.12.2020 EUR	31.12.2019 EUR
I. Intangible assets	2,401.00	16,933.00
	31.12.2020 EUR	31.12.2019 EUR
IT software, acquired against payment	2,400.00	2,400.00
Goodwill	1.00	14,533.00
	<u>2,401.00</u>	<u>16,933.00</u>
	31.12.2020 EUR	31.12.2019 EUR
II. Tangible assets	316,764.00	428,197.00
	31.12.2020 EUR	31.12.2019 EUR
Outdoor facilities (own land, business premises)	49,142.00	52,313.00
Operating devices	56,311.00	62,686.00
Operating and business equipment	5,000.00	5,000.00
Factory equipment	65,418.00	136,618.00
Changing rooms/sauna/showers	375.00	1,125.00

Business equipment	45,115.00	58,239.00
Office equipment	12,766.00	14,418.00
Installations in third-party properties	82,636.00	89,719.00
Low-value assets	0.00	3,225.00
Assets (collective item)	1.00	4,854.00

	316,764.00	428,197.00
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B. Current assets

	31.12.2020	31.12.2019
	EUR	EUR
I. Inventories	6,801.42	3,824.95

	31.12.2020	31.12.2019
	EUR	EUR
Finished products and goods	6,801.42	3,824.95

	31.12.2020	31.12.2019
	EUR	EUR
II. Receivables and other assets	454,858.48	109,800.18

- against shareholders EUR 391,415.85 (EUR 16,095.90)
- with a remaining term of more than one year EUR 16,256.85 (EUR 16,095.90)

	31.12.2020	31.12.2019
	EUR	EUR
General allowance for doubtful debts 1Y	-300.00	-481.00
Individual value adjustment receivable 1Y	0.00	-700.00
Receivables from L+L	37,266.92	58,335.40
Receivables from L+L without current account	144.21	0.00
Doubtful claims	0.00	925.50
Other assets	16,161.43	0.00
Other assets (.1 Y)	512.50	3,080.00
Ford. gg. M. Schetter 1 Y	7,821.94	0.00

Receivables from Schetter/Scheller	16,256.85	16,095.90
Claims against health insurance from AAG	143.73	2,160.66
Receivables gg. Personnel Wage and salary	0.00	422.04
Claim against the Federal Agency	6,005.86	0.00
Advance tax deductible in subsequent period/year	0.00	3,378.23
Corporation tax refund claim	46.38	10,067.50
Loan In Shape Holding	164,220.13	0.00
Items in transit	0.00	8,169.50
Liabilities from deliveries+services	1,598.69	4,760.26
Liabilities Social security	614.89	0.00
Advance contribution to social insurance carrier	1,248.02	3,585.52
Invoicing In Shape Holding GmbH	203,116.93	0.00
	454,858.48	109,800.18
	31.12.2020	31.12.2019
	EUR	EUR
III. Securities	5,745.60	5,745.60
	31.12.2020	31.12.2019
	EUR	EUR
Other securities	5,745.60	5,745.60
	31.12.2020	31.12.2019
	EUR	EUR
IV. Cash in hand, bank balances, balances with credit institutions and cheques	68,007.24	10,551.42
	31.12.2020	31.12.2019
	EUR	EUR
Cash	20.00	1,516.42
KSK GP 15 45 66 25	53,705.13	0.00
KSK GP 15 55 10 32	9,576.02	4,521.08
Cash account 94 94 868	4,706.09	4,513.92
	68,007.24	10,551.42

	31.12.2020 EUR	31.12.2019 EUR
C. Prepaid expenses	3.659.26	4,713.00

	31.12.2020 EUR	31.12.2019 EUR
Prepaid expenses	3,659.26	4,713.00

	31.12.2020 EUR	31.12.2019 EUR
D. Deferred tax assets	31.801.00	23,638.00

	31.12.2020 EUR	31.12.2019 EUR
Deferred tax assets	31.801.00	23,638.00

	31.12.2020 EUR	31.12.2019 EUR
Total assets	890,038.00	603,403.15

LIABILITIES

A. Equity

	31.12.2020 EUR	31.12.2019 EUR
I. Subscribed capital	25,000.00	25,000.00

	31.12.2020 EUR	31.12.2019 EUR
Subscribed capital	25,000.00	25,000.00
	31.12.2020 EUR	31.12.2019 EUR
II. Profit carried forward	114,727.55	97,443.62
	31.12.2020 EUR	31.12.2019 EUR
Profit carried forward before appropriation	114,727.55	425,439.15
Loss carried forward before appropriation	0.00	-327,995.53
	114,727.55	97,443.62
	31.12.2020 EUR	31.12.2019 EUR
III. Net loss for the year	5,058.09	-17,283.93
	31.12.2020 EUR	31.12.2019 EUR
Net loss for the year	5,058.09	-17,283.93
	5,058.09	-17,283.93
	31.12.2020 EUR	31.12.2019 EUR
Total equity	134,669.46	139,727.55
	31.12.2020 EUR	31.12.2019 EUR

B. Accruals	36,474.00	10,620.00
	31.12.2020	31.12.2019
	EUR	EUR
Provisions for retention obligation	4,290.00	4,290.00
Other provisions	26,184.00	30.00
Provisions for financial statements and audit	6,000.00	6,300.00
	36,474.00	10,620.00
	31.12.2020	31.12.2019
	EUR	EUR
C. Liabilities	718,894.54	453,055.60
- with a remaining term of up to one year EUR 558,898.29 (EUR 267,469.60)		
- with a residual term of more than EUR 159,996.25 (EUR 185,586.00) in one year.		
	31.12.2020	31.12.2019
	EUR	EUR
Loan. KSK # 6255816586	0.00	15,800.00
Loan. KSK # 6255897457	6,780.00	6,780.00
Loan. KSK # 6256075883	18,000.00	18,000.00
Loan. KSK # 6255897457	30,490.00	37,270.00
Loan. KSK # 6256075883	49,500.00	67,500.00
Loan In Shape Holding GmbH	65,256.90	63,750.00
KSK GP 15 45 66 25	0.00	12,717.80
Receivables from L+L	2,095.10	1,084.62
Advance tax deductible in subsequent period/year	862.35	0.00

	0.00	869.40
Liabilities from deliveries+services	30,498.07	29,455.91
	187,234.75	0.00
Liabilities Closure	165,696.85	0.00
Other liabilities	6,291.88	23,771.24
Other Verbindl. Credit cards	74,563.83	20,302.98
Loan In Shape Esslingen	80,006.25	78,437.50
Loan M. Schetter 1 y. (other VB)	0.00	40,080.12
Loan Riz 1-5 y. (other VB)	0.00	2,378.50
Liab. Taxes and duties (b. 1 y)	0.00	1,894.91
Liabilities from wages and salaries	1,597.60	16,620.88
Liabilities Wage and church tax	20.96	3,854.38
Liabilities Social security	0.00	12,487.36
	718,894.54	453,055.60
	31.12.2020	31.12.2019
	EUR	EUR
Total liabilities	890,038.00	603,403.15

INCOME STATEMENT

	2020	2019
	EUR	EUR
1. Gross result	1,057,483.18	2,110,722,24
	2020	2019
	EUR	EUR
Disposals of property, plant and equipment Net book value at BG	0.00	94.71
Yield Saviour Package	17,009.78	0.00
Other regular operating income	2,275.00	3,373.00
Other income irregular	202,271.10	0.00
Income from reduction of PWB to Ford	181.00	0.00
Income from reduction of EWB to Ford	700.00	0.00
Income from receivables written off	107.92	0.00
Insurance compensation, damages	487.18	0.00
Reimbursements Expenditure Compensation Act	26,505.70	15,000.09
Third-party services	-62,861.95	-59,879.67

Further calculations

-193,679.59

-56,873.97

Incoming goods	-22.37	0.00
Goods receipt 7% input tax	-15,995.20	-31,632.85
Goods receipt 19% input tax	-4,623.11	-15,414.37
EU acquisition 7%/5% input tax/Sales tax	-65.41	0.00
Discounts received 7% Input tax	109.39	367.72
Discounts received 5% input tax	128.35	0.00
Discounts received Purchase RHB 5% Vorst.	6.94	0.00
Discounts received 19% input tax	90.09	763.58
Discounts received 16% input tax	189.96	0.00
Incidental costs	0.00	-24.00
Customs and import duties	0.00	-11.43
Revenues	0.00	2,268.79
Revenues 7%/5% VAT	7,767.44	16,703.33
Revenues 19% VAT - contributions	890,190.11	1,664,808.71
Revenues 19% VAT - Counter	10,354.64	17,101.37
Revenues 19% VAT - Clothing & Accessories	2,333.65	0.00
Revenues 19% VAT - Other	0.00	800.00
Revenues 19% VAT - returned direct debits	-1,427.71	2,467.19
Revenues 19% VAT - Advertising	2,670.25	6,663.57
Further Sales and club management	4,500.00	345,802.43
Charges on 19% VAT	22,557.63	145,956.22
Revenues 19% VAT	-0.05	7.11
Revenues 19% VAT	81,904.11	0.00
Commission turnover 19%/16% VAT	30,122.10	31,697.34
Other. Revenues, regular	12,030.00	24,060.00
Other. Operating and regular income	18,689.76	0.00
Other income 19% Vouchers	0.00	115.93
Change in finished goods inventories	2,976.47	-3,492.56
	1,057,483.18	2,110,722.24

2. Personnel expenses

	2020 EUR	2019 EUR
a) Wages and salaries	246,533.78	961,470.44
	2020 EUR	2019 EUR
Wages and salaries	11,578.74	0.00

Wages	10,388.24	10,976.28
Salaries	159,245.22	554,976.66
Corona premium	725.00	0.00
Managing director salaries GmbH-Gesells	0.00	270,000.00
Debit money	0.00	640.00
Fees Duale Hochschule	22,463.00	34,905.00
Wages for mini-jobs	41,298.73	88,204.63
Flat rate tax for temporary workers	834.85	1,767.87
	246,533.78	961,470.44

b) social security contributions and other social security expenses	59,344.84	156,028.93
- retirement benefits EUR 1,440.00 (EUR 2,280.93)		
	2020	2019
	EUR	EUR
Statutory social expenses	56,026.19	137,874.27
Contributions to the employers' liability insurance association	0.00	9,086.65
Voluntary social expenditure. LSt-free	1,878.65	6,787.08
Expenses for retirement benefits	1,440.00	2,280.93
	59,344.84	156,028.93
 3. Depreciations		
	2020	2019
	EUR	EUR
a) on intangible and tangible fixed assets		
tangible fixed assets	113,918.60	160,306.17
	2020	2019
	EUR	EUR
Amortisation of goodwill	14,532.00	43,600.00
Depreciations of tangible fixed assets	91,621.00	101,930.13
Depreciations on buildings	3,171.00	3,171.00
Immediate write-off	1,371.60	6,615.04
Depreciations on collective items	3,223.00	4,990.00
	113,918.60	160,306.17
	2020	2019
	EUR	EUR
4. Other operating expenses	647,380.52	825,316.71

	2020	2019
	EUR	EUR
Disposals of tangible fixed assets Residual book value at BV	13,418.00	999.00
Donations for scientific/cultural purposes Purpose	3,773.96	1,651.15
Losses on receivables 19% VAT	1,211.34	0.00
Allocation to the PWB on receivables	0.00	36.00
Rent, immovable assets	312,000.00	312,000.00
Lease, immovable assets	0.00	5,507.50
Gas, electricity, water	44,845.87	80,853.46
Cleaning	40,967.77	58,213.70
Maintenance of operational premises	19,078.05	18,430.55
Insurances	4,088.76	5,404.04
Contributions	4,226.32	4,980.46
Royalties	3,240.32	3,477.63
Other levies	20.00	69.96
Car insurance	56.11	92.02
Current vehicle operating costs	474.49	962.71
Vehicle repairs	35.13	28.57
Third-party vehicle costs	120.52	4,576.14
Advertising costs	61,822.85	123,750.04
Giveaway	0.00	2,935.00
Decoration	0.00	5.13
Representation costs	3.91	27.84
Increase counter package	16,251.36	0.00
Entertainment costs	276.65	527.99
Non-deductible entertainment expenses	118.55	226.28
	0.00	15.00
Employee travel expenses	164.97	286.28
Employee travel expenses, travel costs	329.34	1,336.39
Travel expenses Emp. Additional subsistence expenses	24.00	617.21
Travel expenses Emp. Accommodation expenses	288.69	1,116.15
Employee mileage reimbursement	0.00	2,139.85
Sales commissions	0.00	40.50
External work (distribution)	104.40	0.00
Repair/Maintenance Plant and machinery	0.00	606.00
Repair/maintenance of other equipment and office equipment	13,757.16	17,950.79
Maintenance costs for hardware and software	6,276.97	48,816.69
Rental leasing of movable technical equipment	1,920.00	1,920.00
Milon Financial Service	24,953.00	29,904.00
Other operating expenses	2,190.00	0.00
Porto	11,447.96	18,699.17

Phone	1,169.66	1,979.57
Telefax and Internet costs	2,971.25	2,946.03
Office supplies	942.35	9,655.34
Journals, books (specialist literature)	682.30	1,441.75
Training costs	98.00	3,364.41
Voluntary social benefits	234.60	731.45
Legal and consulting fees	2,867.71	6,590.57
Accounting costs	8,520.00	9,440.00
Acquisition and audit costs	9,169.20	6,227.50
Rents for facilities movable WG	7,873.50	0.00
Expenses for licences, concessions	971.37	1,210.94

Effort overburden/waste disposal	264.90	297.20
Ancillary costs of monetary transactions	3,057.48	3,992.64
Return debits	-305.87	0.00
	506.02	0.00
Other operating supplies	20,871.60	29,863.71
	0.00	212.56
	0.00	-840.34
Carry forward	647,380.52	825,316.71

Income from other securities and loans of financial assets

0.00 326.71

2020 2019
EUR EUR

Income from participations. FAV partly tax-free 0.00 326.71

2020 2019
EUR EUR

6. Other interest and similar income

1,624.36 173.41

2020 2019
EUR EUR

Other interest and similar income 1,624.36 173.41

2020 2019
EUR EUR

7. Interest and similar expenses

5,133.25 6,183.00

2020 2019
EUR EUR

0.00 5.36

Interest expenses for current liabilities. 3,376.82 3,201.51
Interest shareholder 1,756.43 2,976.13

	2020 EUR	2019 EUR
8. Taxes on income and earnings	-8,164.36	-15,424.82
- income from deferred taxes of EUR 8,163.00 (EUR 15,424.00)		

	2020 EUR	2019 EUR
Corporate income tax	-44.00	-58.00
Corporation tax refund previous years	-1.25	0.00
Solidarity surcharge	-2.38	-3.12
Capital gains tax 25 % (KapG)	43.89	57.18
SolZ on capital gains tax 25 % (KapG)	2.38	3.12
Income Additions to/reversal of deferred taxes	-8,163.00	-15,424.00
	-8,164.36	-15,424.82

	2020 EUR	2019 EUR
9. Results after taxes	-5,039.09	17,341.93

	2020 EUR	2019 EUR
10. Other taxes	19.00	58.00
Vehicle taxes	19.00	58.00

	2020 EUR	2019 EUR
11. Net loss for the year	5,058.09	-17,283.93

6 Accounting principles

Information on accounting and valuation methods

Accounting and valuation principles

Acquired intangible assets were valued at cost and, insofar as they were subject to wear and tear, at cost. The carrying amount of the assets is reduced by scheduled depreciation.

Tangible fixed assets were valued at acquisition or production cost and, if subject to wear and tear, reduced by scheduled depreciation.

In addition to directly attributable costs, necessary overheads were also included in the production costs. Depreciations caused by production are included.

Scheduled depreciations were made on a straight-line and degressive basis according to the expected service life of the assets.

The transition from declining-balance to straight-line depreciation takes place in cases where this results in a higher annual depreciation.

Financial assets were recognised and measured as follows:

- Other securities at acquisition cost

Where necessary, the lower value available on the balance sheet date was applied.

Inventories were valued at acquisition or production cost. If current values on the balance sheet date were lower than these values, such shortcomings were recognised.

Receivables and securities were valued taking into account all identifiable risks.

The other accruals were made for all other uncertain liabilities. All identifiable risks were taken into account. Liabilities were recognised at the settlement amount.

Accounting and valuation methods differing from the previous year

For the annual financial statements, the previously applied accounting and valuation methods were generally adopted.

There was no fundamental change in accounting and valuation methods compared to the previous year.

Balance sheet disclosures

Amortisation of goodwill

The goodwill acquired for consideration was capitalised and has been amortised.

Information on receivables with a residual term of more than one year

The amount of receivables with a remaining term of more than one year is EUR 16,256.85 (previous year: EUR 16,095.90).

Information on receivables from shareholders

The value of receivables from shareholders amounts to EUR 391,415.85 (previous year: EUR 16,095.90).

Amount of liabilities with a remaining term > 5 years and of security interests

The total amount of liabilities recognised in the balance sheet with a remaining term of more than 5 years amounts to EUR 0.00 (previous year: EUR 0.00).

The total amount of liabilities recognised in the balance sheet that are secured by pledges or similar rights is EUR 104,770.00.

The following types and forms of security are associated with the liabilities:

Guarantees

Information on residual maturity notes

The amount of liabilities with a remaining term of up to one year is EUR 558,898.29 (previous year: EUR 267,469.60).

The amount of liabilities with a remaining term of more than one year is EUR 159,996.25 (previous year: EUR 185,586.00).

Information on liabilities to shareholders

The amount of liabilities to shareholders is EUR 65,256.90 (previous year: EUR 63,750.00).

Income statement disclosures

Explanation of income and expenses of exceptional magnitude or exceptional significance

Income of exceptional magnitude or exceptional importance is, in terms of amount and type, specifically corona aid in the amount of EUR 202,271.00.

Other disclosures

The management is of the opinion that the requirements for valuation under the assumption of the company is a going concern because there is a subordination and there are hidden reserves.

Average number of employees during the financial year

The average number of employees in the company during the financial year was 25.

7 Audit report

Certificate of the tax adviser on the preparation of the financial statements

I have been commissioned to prepare the above annual financial statements - consisting of the balance sheet, income statement and notes - of In Shape GmbH for the financial year 1 January 2020 to 31 December 2020 in accordance with German commercial law.

The basis for the preparation was the accounting work carried out by me and the documents, books and inventory records submitted to me but which I have audited in accordance with the engagement as well as the information provided to me.

The maintenance of the books and records and the preparation of the annual financial statements in accordance with German commercial law are the responsibility of the Company's management.

I conducted my engagement in accordance with the decree of the German Federal Chamber of Tax Advisors on the principles for the preparation of financial statements. This comprises the development of the balance sheet and the profit and loss account as well as the notes on the basis of the bookkeeping and the inventory as well as the specifications on the accounting and valuation methods to be applied.

Eislingen, 14 October 2021

Michael Schaile

Tax consultant