

PARTNERS INVESTMENTS o.c.p., a.s.

2022 ANNUAL REPORT

PARTNERS

Investments

A Letter from the Chief Executive Officer

Dear Partners, Clients, and Business Partners!

Corporate management is presenting the financial results of PARTNERS INVESTMENTS for the third full reporting period since its establishment.

In the first three years since PARTNERS INVESTMENTS was established, it has recorded exceptionally dynamic growth to become one of Slovakia's leading investment firms. Assets under management now exceed € 525 million and the number of active investment contracts has exceeded 93,000 with more than 51,000 clients. Reported profits of € 1.2 million have put PARTNERS INVESTMENTS in a wonderful position for further significant growth and investment.

Following the successful introduction of a series of ESG investment strategies, PARTNERS INVESTMENTS has included in its portfolio a new real estate investment strategy we believe to be an integral part of our client's portfolios. Today, it can offer its clients five exceptional qualified-investor real estate funds, some of which are intended solely for investors in Slovakia as a limited series. To expand internationally, it has been taking active steps to enter Bulgaria, its first foreign market.

In terms of internal development, PARTNER INVESTMENTS has experienced success in commercial network training and development of marketing strategies, information systems and related back-office processes, all the areas where it operates.

Finally, the management of PARTNERS INVESTMENTS thanks all our intermediaries who have expressed their confidence in us and to our staff for their commitment, which have made these excellent results possible.

Ing. Maroš Ovčarik, CEO
Bratislava, 25 April 2023

TABLE OF CONTENTS

- 1. Corporate Bodies and Organizational Structure**
- 2. Company Profile**
- 3. 2022 Results**
- 4. 2022 Results (Graphs)**
- 5. Risks and Uncertainties**
- 6. Environmental Focus**
- 7. Staff**
- 8. Proposed Appropriation of 2022 Profits**
- 9. Research and Development Costs**
- 10. Share Buybacks**
- 11. Overview of Credits and Public Subsidies**
- 12. Business Units Outside Slovakia**
- 13. Corporate Strategic Development Plans for 2023**
- 14. Subsequent Events**
- 15. Office Addresses**
- 16. Independent Auditor's Report**
- 17. Financial Statement for the Year Ended 31 December 2022, Notes to the
Financial Statement for the Year Ended 31 December 2022**

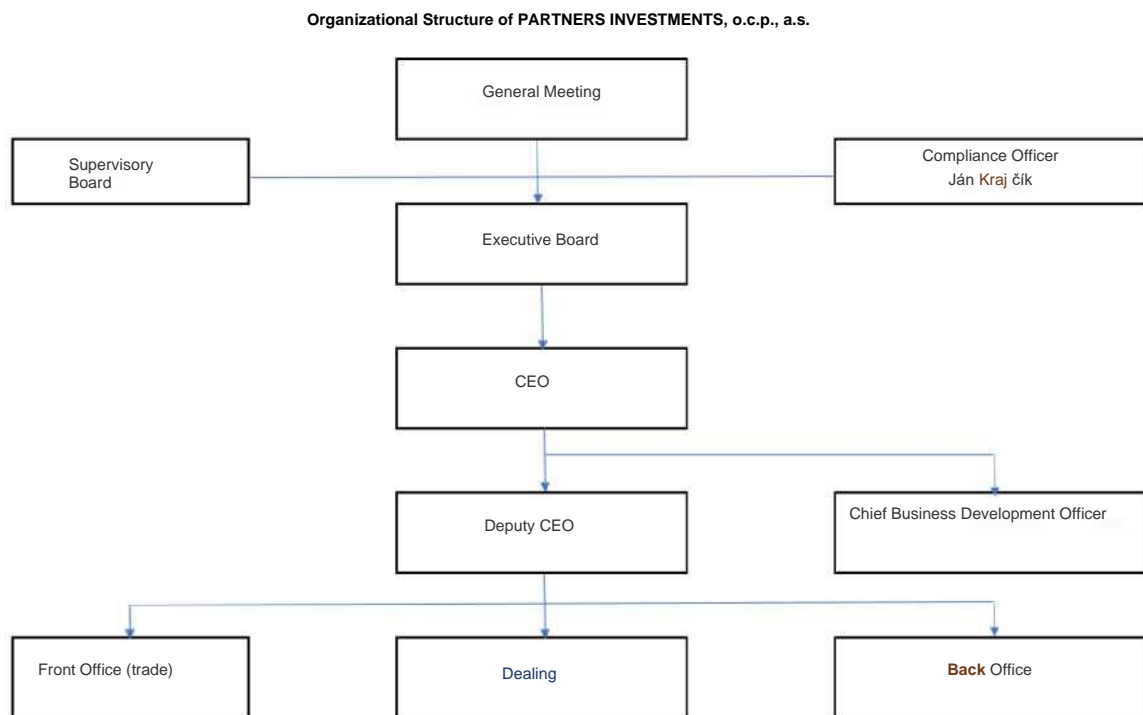
1. Corporate Bodies and Organizational Structure

Executive Board:

Ing. Maroš Ovčarik - Board Chairman
Ing. Daniel Petrakovič – Board Deputy
Chairman Mgr. Martin Čája- Board
Director

Supervisory Board:

Ján Muller
Marcel Kohút
Ing. Peter Matovič



2. Company Profile

PARTNERS INVESTMENTS, o.c.p., a.s. started operating in Slovakia's investment market in 2019, taking advantage of the strong professional background of financial experts from our sister company PARTNERS GROUP SK, s.r.o.

PARTNERS INVESTMENTS' ambition is to appeal to anyone who wants to have their savings grow even better than before - through stock and bond ETFs. It offers globally diversified ETF-based investment strategies.

Strictly supervised by the National Bank of Slovakia, PARTNERS INVESTMENTS seeks to provide its clients with engaging investment solutions, manage their portfolios and offer them long-term service by its experts.

Standing behind PARTNERS INVESTMENTS is a team of renowned experts bringing the most attractive investment solutions to meet each client's own opportunities and specifications, all with the help of state-of-the-art technologies.

PARTNERS INVESTMENTS provides services only in the Slovak Republic. Following passport notification, it was granted authorization on 28 September 2020 to offer its services in the following countries:

Hungary
Germany
Czech Republic
Bulgaria
Austria
United Kingdom

Shareholders and Registered Capital

Registered Capital

Registered capital as of 31 December 2022 € 150,000

Shareholders as of 31 December 2022

Shareholder	Holdings in the capital (€)	Interest (%)
PARTNERS GROUP HOLDING SK, a. s.	149,000	99.33
PARTNERS FOR YOU, a.s.,	1,000	0.67
Total	150,000	100

Reduction of Share Capital

After receiving authorization from the National Bank of Slovakia, registered capital was reduced to €150,000 in a resolution passed at an extraordinary general meeting on 14 July 2022. The reduction was entered in the Companies Register on 10 August 2022.

Subsequently, PARTNERS GROUP HOLDING SK, a.s., transferred shares to PARTNERS FOR YOU, a.s. on 27 September 2022 in a security purchase agreement for the transfer of one (1) book-entry registered security issued as a certificate with ISIN SK1000021198 and a par value EUR 1,000 in a sale by PARTNERS INVESTMENTS, o.c.p., a.s., to PARTNERS FOR YOU, a.s. The transfer was registered on 10 October 2022.

PARTNERS INVESTMENTS has not registered any outstanding securities issued.

3. 2022 Results

Selected indicators for 2022 compared with 2021

€	For the year ended 31 December 2022	For the year ended 31 December 2021
Income from fees and commissions	13,980,233	16,593,653
of which:		
Investment services	13,980,233	16,593,653
Ancillary investment services		
Other		
€	For the year ended 31 December 2022	For the year ended 31 December 2021
Total assets	4,201,255	7,066,988
Cash and cash equivalents	1,423,902	461,491
Receivables from clients	1,717,197	5,652,184
investment services, ancillary services and investment activities	1,717,197	5,652,184
Deferred tax asset	238,249	568,759
€	For the year ended 31 December 2022	For the year ended 31 December 2021
Total liabilities	4,201,255	7,066,988
Equity	3,413,078	2,583,576
Liabilities	788,177	4,483,412
Tax	0	576,591
€	For the year ended 31 December 2022	For the year ended 31 December 2021
Equity	3,413,078	2,583,576
of which:		
Registered capital	150,000	530,000
Reserves from after tax profit	106,000	106,000
Retained earnings/(Accumulated losses)	1,942,576	0
Reported gross profit/(loss)	1,545,013	2,467,358
Reported net profit/(loss)	1,214,502	1,947,576

4. 2022 Results

PARTNERS INVESTMENTS was established by Memorandum of Association of 03 August 2018 and incorporated in the Commercial Register on 11 May 2019.

The National Bank of Slovakia granted authorization for PARTNERS INVESTMENTS to provide the investment services on 17 April 2019, with the final decision issued 30 April 2019

As of 31 December 2022, client assets totaling €509,148,970.44 were registered with it.

Although PARTNER INVESTMENTS had already started delivering its products to customers in August 2019, the first two months after its incorporation were more about training intermediaries and gradually familiarizing them with its services. Actual nationwide sales began in September 2019, when it was already providing all types of investment contracts for one-off investments, regular investments and long-term investment savings (LTIS). In 2020, a new authorized investment service was added to the product portfolio - Instruction receipt and forwarding, within which PARTNER INVESTMENTS offered clients also the option of participating in the purchase of AUPARK Bratislava Business Center through acquisition of investment shares, an attractive real estate transaction. In 2022, the offer was extended to include investment shares in ARETE INDUSTRIAL SICAV a.s. and ACCOLADE FUND SICAV. The amount generated from reception and transmission of orders in 2022 was €75,288,478.40 of total assets under management (AUM). In 2022, AUM volume rose to €94,152,820.

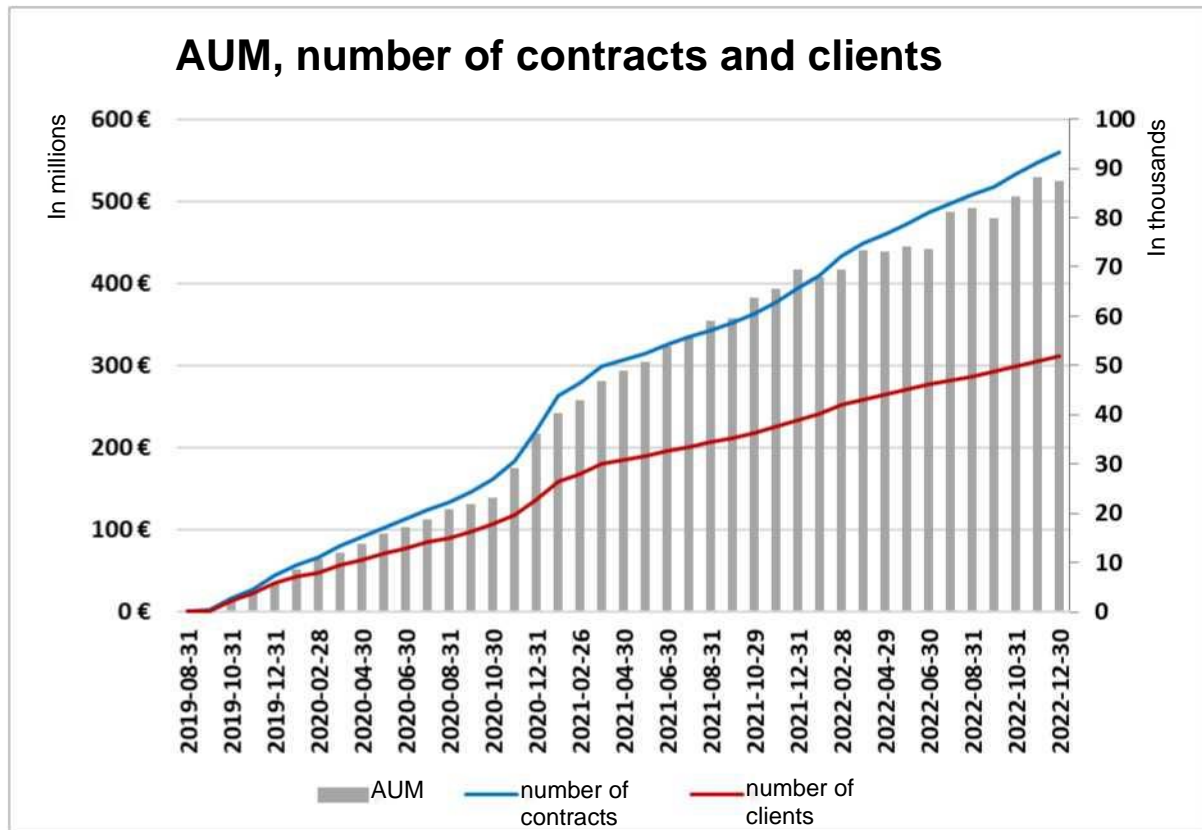
As of 31 December 2022, PARTNERS INVESTMENTS had 1,288 intermediaries registered with the NBS who had signed at least one client agreement. Since the aim has been to make the provision of investment services as accessible as possible, the establishment of a network of branches and professional client centers throughout Slovakia is a prerequisite for continually increasing the number of new clients and signed contracts.

The first reports from China of COVID-19 appeared at the end of 2019. The pandemic continued in 2021 and its consequences affected the market also in 2022. The start of distance contracting in 2020, in cooperation with sister company PARTNERS GROUP SK, the exclusive distributor of PARTNERS INVESTMENTS' products, enabled intermediaries to conclude contracts with clients despite the limited possibility of face-to-face meetings in 2021 and early 2022.

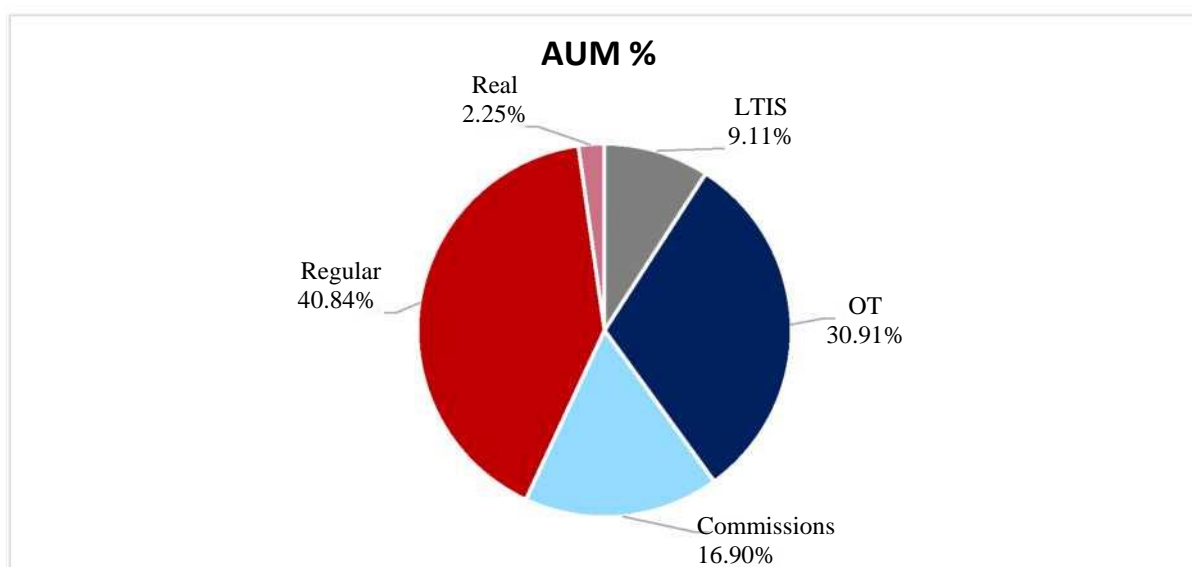
Management will continue monitoring the potential impact and take all steps necessary to mitigate any negative effect PARTNERS INVESTMENTS and its employees may experience. It will include the adverse impact or loss in its 2023 accounting and financial statements.

2022 Results (Graphs)

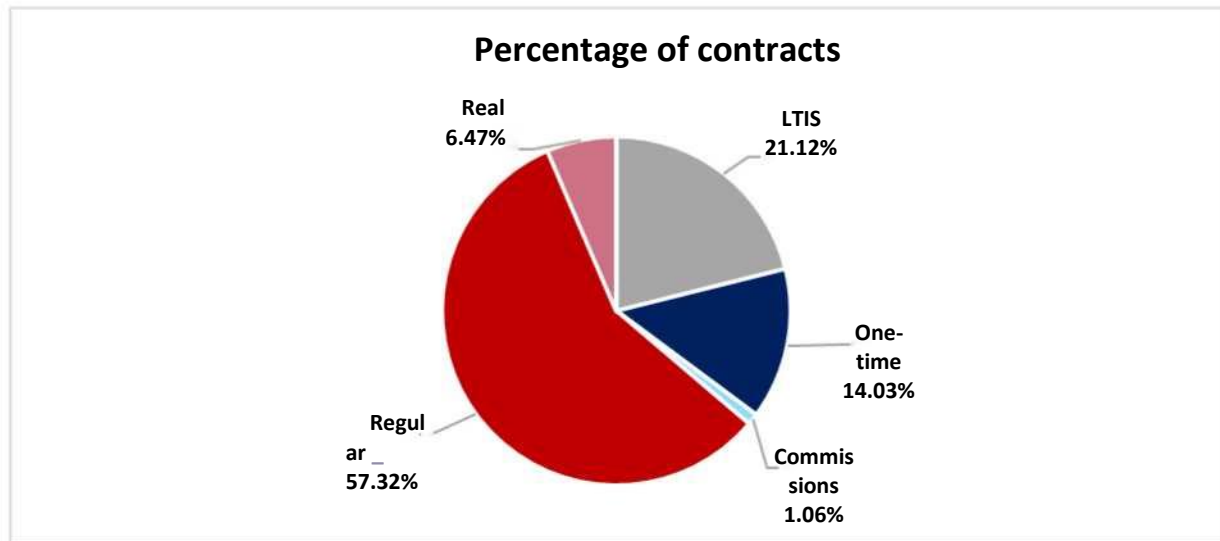
AUM, number of contracts, number of clients



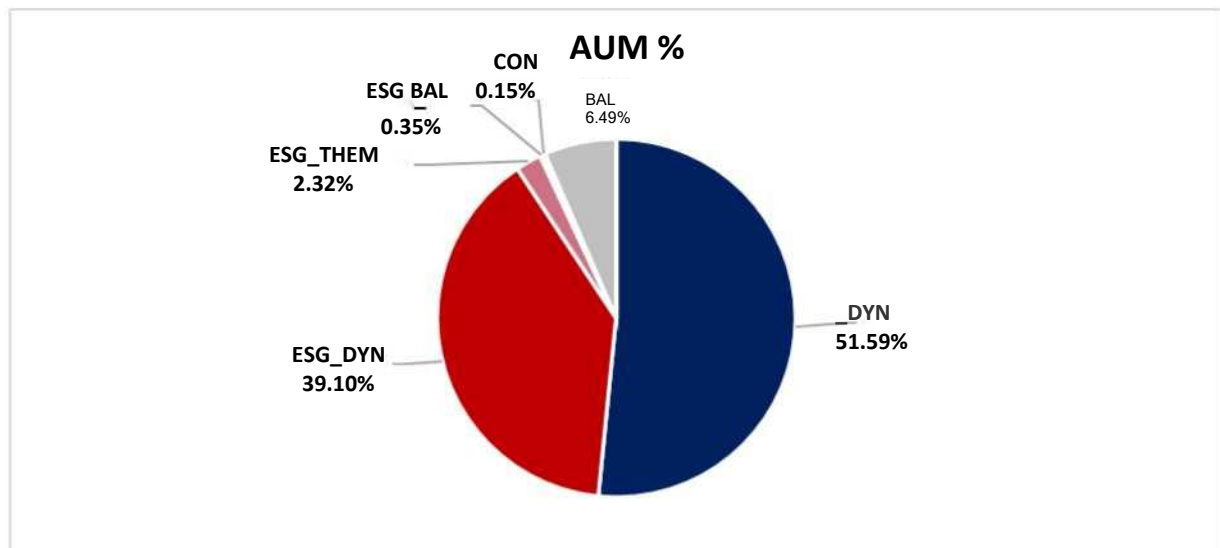
Assets under management (%)



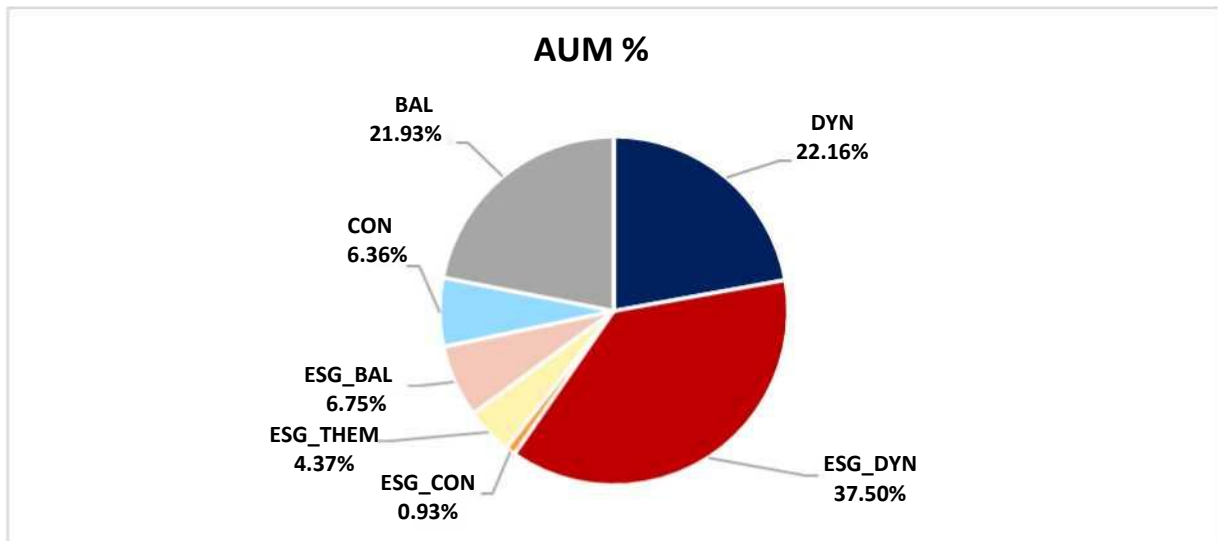
Percentage of Contracts



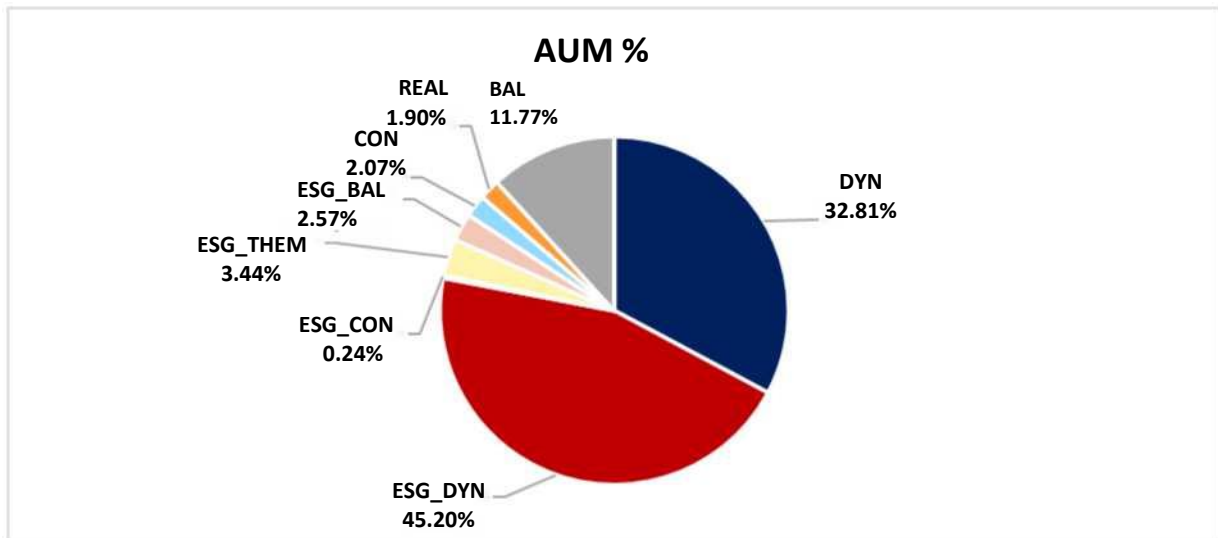
LTIS - Long-Term Investment Savings



MOTIP - Managed One-Time Investment Portfolio



MRIP - Managed Regular Investing Portfolio



Note:

AUM - Assets under management

LTIS - Long-term investment savings

REG - Regular investing

OT - One-time investing

COM - Commissions, reception and transmission of orders

DYN - Dynamic investment strategy

BAL - Balanced investment strategy

CON - Conservative investment strategy

ESG_DYN -ESG dynamic investment strategy

ESG_CON - ESG conservative investment strategy

ESG_BAL - ESG balanced investment strategy

ESG_THEM - ESG balanced thematic strategy

Financial Indicators:

Indicator (%)	2022	2021	% change (2022/2021)
Return on Sales	8.69	11.74	-25.98%
Return on Equity	35.58	75.38	-52.80%
Return on Total Capital	-28.91	27.56	4.90%
Indebtedness - total	18.76	63.44	-70.43%

5. Risks and Uncertainties

PARTNERS INVESTMENTS applies the following procedures in accordance with its internal rules: In risk management, it seeks to quantify the risk associated with a business transaction, new positions and operational activity, using aggregated characteristics that are defined as risk levels. Different types of characteristics are appropriate for different purposes and types of risks.

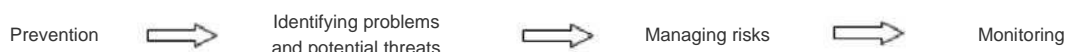
For individual forms of risk levels, probability models are used, whose specific form has been established from statistical estimates that make use of historical data. Statistical probability estimates determine how to statistically estimate the required level of risk and this estimate is the final output of the entire measurement.

Summary:

	Theory	Practice
Detailed description	Probability model for risk factor behavior	Statistical estimate for the probability model
Quantification	Defined risk level	Statistical estimate of risk levels

The CEO and DCEO are consulted on these procedures and they analyze and determine them in cooperation with either the Executive Board or other persons professionally capable of identifying and qualitatively defining the potential risk levels associated with PARTNER INVESTMENTS' activities, whom it considers to be professional and trustworthy for potential risk assessments.

The operational risk management process can be summarized as follows:



The operational risk management process starts with prevention and not with identifying the risk as it might seem more logical at first sight. “Automatic prevention” may be a more accurate term, because of the concept and that prevention cornerstones include consistent separation of incompatible functions, high-quality methodology, functional information systems, training of staff and control.

PARTNERS INVESTMENTS did not carry out any business operations involving market risk on its own account in 2022.

6. Environmental Focus

PARTNERS INVESTMENTS’ activities do not create any environmental burdens or risks. On the contrary, its product focus on ESG investment strategies allows it to make a significant contribution to the promotion of social responsibility and its commitment to it.

7. Staff

PARTNERS INVESTMENTS employed 12 people at the end of 2022. The Executive Board is composed of three members and likewise the Supervisory Board.

8. Proposed Appropriation of 2022 Profits 2022

PARTNERS INVESTMENTS reported after tax profits of €1,214,502 for the year ending 2022. The Executive Board will be submitting a proposal at the annual general meeting to retain all profits.

9. Research and Development Costs

PARTNERS INVESTMENTS does not engage in research and development.

10. Share Buybacks

PARTNERS INVESTMENTS did not buy back issued shares in 2022.

11. Overview of Loans and Public Subsidies

PARTNERS INVESTMENTS did not draw down credit or receive public assistance, nor did it accept or issued any guarantees during 2022.

12. Business Units Outside Slovakia

PARTNERS INVESTMENTS has no business units outside Slovakia.

13. Corporate Strategic Development Plans for 2023

PARTNERS INVESTMENTS intends to expand its portfolio with further investment strategies for its portfolio management service. In addition, it also plans to extend the portfolio of securities covered by reception and transmission service. It seeks to continuously improve web interfaces for its clients by increasing the value of provided information and adding new functions.

PARTNERS INVESTMENTS plans to expand abroad and will be entering the Bulgarian market in 2023.

14. Subsequent Events

There were no subsequent events after the balance sheet date that would have a material impact on the financial statements.

PARTNERS INVESTMENTS issued no unpaid securities or bonds with the right to require the issue of securities at the time specified therein.

15. Registered Office

Einsteinova 24
851 01 Bratislava - Petržalka

info@partnersinvestments.sk +421 232 002 732

25 April 2023



.....
Ing. Maroš Ovčarik
CEO

FINANCIAL STATEMENTS

ÚČ OCP

of PARTNERS INVESTMENTS
for the year ending 31
December 2022 (in whole euros)

Tax number

2 1 2 1 0 1 1 4 7 5

Annual accounts

- regular
 - extraordinary
 - interim

Annual accounts

- approved

For the period

month	year
0 1	2 0 2 2
1 2	2 0 2 2

from
to

CRN

5 2 4 1 3 1 7 9

SK NACE

6 6 . 1 2 . 0

(mark)

Prior period

month	year
0 1	2 0 2 1
1 2	2 0 2 1

from
to

These financial statements consist of the following:

- Balance Sheet (Úč OCP1-04) Income Statement (Úč POD 2-04) Notes (Úč OCP 3-04)

Business Name (name) of the Securities Dealer

PARTNERS INVESTMENTS, o. c. p., a. s.

Registered office of the Securities Dealer, street and number

Einsteinova 24

Commercial Register and Registration Number

Commercial Register of the Bratislava District Court
Section: S a ; File No.: 6941/B

Postcode

8 5 1 0 1

Municipality

Bratislava - Petržalka

Phone number

/

Fax number

/


Email address

Prepared:

25 April
2023

Approved:

Signature of a member of the statutory body of the Securities Dealer:


PARTNERS INVESTMENTS o.c.p., a.s.

Ing. Maroš Ovčarik,
Chairman of the Executive Board

Ing. Daniel Petrakovič,
Deputy Chairman of the Executive Board

CRN

5 2 4 1 3 1 7 9

TIN

2 1 2 1 0 1 1 4 7 5

ÚČ OCP 1-4

BALANCE SHEET
for the year ending 31 December 2022
in euro

Line	ITEM	Note number	31 December 2022	31 December 2021
a	b	c	1	2
x	Assets		x	x
1.	Cash and cash equivalents		1,423,902	461,491
2.	Receivables from clients		1,717,197	5,652,184
a)	investment services, ancillary services and investment activities		1,717,197	5,652,184
b)	credit extended to clients			
3.	Securities held for trading			
4.	Derivatives			
5.	Securities available for sale			
6.	Subscribed securities for placement			
7.	Receivables from banks			
a)	from reverse repos			
b)	other current receivables			
c)	non-current receivables			
8.	Assets for sale			
a)	non-current financial assets			
b)	own shares			
c)	Non-current tangible and intangible assets			
9.	Borrowings			
a)	reverse repos			
b)	other current receivables			
c)	non-current receivables			
10.	Interests in subsidiaries and associated entities			
a)	in financial sector entities 5)			
b)	in other entities			
11.	Acquisition of tangible and intangible assets		150,401	336
12.	Intangible assets		351,942	379,962
13.	Tangible assets			
a)	non-depreciable			
a).1.	Land			
a).2.	other			
b)	depreciable			
b).1.	buildings			
b).2.	other			
14.	Tax assets		4,223,96	568,759
15.	Other assets		135,417	4,256
	Total assets		4,201,255	7,066,988

5 2 4 1 3 1 7 9

2 1 2 1 0 1 1 4 7 5

Line	ITEM	Note number	31 December 2022	31 December 2021
a	b	c	1	2
x	Liabilities		x	x
1.	Liabilities (total of 1 to 11)		788,177	4,483,412
1.	Liabilities to banks payable on demand			
2.	Liabilities to clients		2	0
3.	Other liabilities to banks			
a)	from repos			
b)	other current receivables			
c)	non-current receivables			
4.	Liabilities from securities sold short			
5.	Derivatives			
6.	Liabilities from credits and repos			
a)	from repos			
b)	other current receivables			
c)	non-current receivables			
7.	Other liabilities		578,180	3,008,375
8.	Subordinated financial liabilities			
9.	Tax liabilities		209,995	1,475,037
a)	current tax		0	576,591
b)	deferred tax liability			
II.	Equity (sum of items 12 to 19)		3,413,078	2,583,576
10.	Registered capital, of which		150,000	530,000
a)	subscribed capital			
b)	receivables from shareholders			
11.	Share premium			
12.	Valuation gains/(losses)			
a)	from securities available for sale			
b)	other			
13.	Reserves from after tax profits		106,000	106,000
a)	legal reserve		106,000	106,000
b)	reserve for own shares			
c)	other reserves			
14.	Retained earnings/(accumulated losses)		1,942,576	0
15.	Profit/(loss) to be approved			
16.	Reported net profit/(loss)		1,214,502	1,947,576
	Liabilities		4,201,255	7,066,988

5 2 4 1 3 1 7 9

2 1 2 1 0 1 1 4 7 5

INCOME STATEMENT
in euro
for the 12 months ending 2022

Line	ITEM	Note number	31 December 2022	31 December 2021
a	b	c	1	2
1.	Fees and commissions		13,980,233	16,593,653
2.	Interest income on investment service borrowings			
a.	Cost of fees and commissions		(10,706,685)	(12,676,757)
3.b.	Net reserves for liabilities from investment services, investment activities and ancillary services		0	0
I.	Net profit/(loss) from investment services, ancillary services and investment activities		3,273,548	3,916,896
4.c.	Profit/(loss) from securities transactions			
5.d.	Profit/(loss) from derivatives			
6.e.	Profit/(loss) from foreign exchange transactions, assets and liabilities denominated in a foreign currency			
7.f.	Profit/(loss) from investment instrument interest			
II.	Profit/(loss) from trading			
8.	Income from interest and similar income			
9.	Income from contributions to registered capital			
10.g.	Profit/(loss) from sale of other assets and transfer of assets			
11./h.	Profit/(loss) from net reversal of impairments/impaired assets and depreciated/depreciation of assets			
12.	Reversal of provisions for other liabilities			
13.	Other operating income		619	442
i.	Staff costs		(517,518)	(393,156)
i.1.	payroll and social costs		(517,518)	(393,123)
i.2.	other personnel expenses		0	(33)
i-	Provisions recognized for other liabilities		(9,467)	(7,220)
k.	Depreciation/amortization		(131,476)	(44,182)
k.1.	depreciation of tangible assets			
k.2.	amortization of intangible assets		(131,476)	(44,182)
l.	Impairment of assets			
l.1.	impairment of tangible assets			
l.2.	impairment of intangible			
m.	Other operating costs		(622,098)	(698,494)
n.	Finance costs		(448,595)	(306,928)
n.1.	interest and similar costs		(8,926)	(13,686)
n.2.	taxes and fees		(439,669)	(293,242)
14./O.	Percentage of profit/(loss) from subsidiaries and associated entities			

CRN

TIN

ÚC OCP 1-4

5 2 4 1 3 1 7 9

2 1 2 1 0 1 1 4 7 5

Line	ITEM	Note number	31 December 2022	31 December 2021
a	b	c	1	2
A.	Reported gross profit/(loss)		1,545,013	2,467,358
P-	Tax		(330,511)	(519,782)
p.1.	current tax		0	(908,056)
P.2.	deferred tax		(330,511)	388,274
B.	Reported net profit/(loss)		1,214,502	1,947,576

CRN

5 2 4 1 3 1 7 9

TIN

2 1 2 1 0 1 1 4 7 5

ÚČ OCP 1-4

NOTES

**to the Financial Statements prepared on
For the year ended 31 December 2022
(in whole euro)**

A. General Information**1. General Information:**

Name: PARTNERS INVESTMENTS, o.c.p., a.s.
Registered Office: Einsteinova 24, 851 01 Bratislava - Petržalka
Incorporated: Commercial Register of the Bratislava I District Court, Section: Sa, File No.:
CRN: 52413179
Date of incorporation: 11 May 2019
Legal form: Stock corporation

PARTNERS INVESTMENTS was established by Memorandum of Association of 03 August 2018 and incorporated in the Commercial Register on 11 May 2019.

PARTNERS INVESTMENTS provides the following investment services by virtue of the authorization granted by the National Bank of Slovakia on 17 April 2019, which became final on 30 April 2019.

Provision of investment services and performance of investment activities:

- Receiving and transmitting client orders in respect of one or several of the financial instruments below:

- a) Transferable securities,
- b) Money market instruments
- c) Securities and holdings in collective investment funds;

- Executing client orders on their account of the financial instruments below:

- a) Transferable securities,
- b) Money market instruments
- c) Securities and holdings in collective investment funds;

- Portfolio management of the financial instruments below:

- a) Transferable securities,
- b) Money market instruments
- c) Securities and holdings in collective investment funds;

- Investment consultancy for the financial instruments below:

- a) Transferable securities,
- b) Money market instruments
- c) Securities and holdings in collective investment funds;

- Placing of financial instruments with no firm commitment of the financial instruments below:

- a) Transferable securities,
- b) Money market instruments
- c) Securities and holdings in collective investment funds;

Provision of ancillary services:

- Safekeeping and management of the financial instruments below for the account of clients, including custodianship and related services such as cash and collateral management:

- a) Transferable securities,
- b) Money market instruments
- c) Securities and holdings in collective investment funds;

- Granting credits or loans to investors for transactions in one or more financial instruments, where the firm granting the credit or loan transacts in the financial instruments below:

CRN

5	2	4	1	3	1	7	9
---	---	---	---	---	---	---	---

TIN

2	1	2	1	0	1	1	4	7	5
---	---	---	---	---	---	---	---	---	---

UC OCP 1-4

- a) Transferable securities,
 - b) Money market instruments
 - c) Securities and holdings in collective investment funds;
- Consulting on capital structures, business strategies and providing advice and services on mergers, consolidations, transformations, divestitures and acquisitions;
 - Foreign exchange transactions associated with the provision of investment services;
 - Investment research, financial analysis and general recommendations of financial instrument transactions;
 - Financial instrument subscription services.

PARTNERS INVESTMENTS trades on stock exchanges for its clients in Germany, United Kingdom and over the counter. PARTNER INVESTMENTS is taking steps to enter the Bulgarian market in the near future. Bulgarian authorities have already commenced authorization proceedings.

2. Name of the direct and group parents.

PARTNERS GROUP HOLDING SK, a. s. is the direct parent of PARTNERS INVESTMENTS and the entire group.

B. Accounting Principles and Methods Applied

1. Going concern assumption.

The financial statements are prepared on the assumption that PARTNERS INVESTMENTS is a going concern. It has succeeded to a great extent in eliminating the risks associated with the COVID pandemic by having taken the following action:

- Securing notebooks with VPN connection for all employees so they are able to work from home even during lockdowns;
- Appointing substitute staff for all positions to cover any unforeseeable sick leave;
- Fully digitalizing the onboarding of new clients with intermediaries able to conclude new contracts remotely using Biosign, which minimizes lockdown- associated risks and new production reductions;
- Keeping clients informed about current financial market corrections as client investments have long holding periods not significantly affected over the long term by current fluctuations. There was no increase in the redemption of existing investments during 2022.

2022 was marked in particular by the military conflict in Ukraine, which triggered an energy crisis and high inflation in all important regions of the world. In response to high inflation, central banks increased interest rates, which resulted in financial market corrections. They had a rather significant impact on stocks and particularly bonds. The increased volatility even affected supposedly "safer" investment strategies.

2. Accounting principles and methods used in preparation of the financial statements.

PARTNERS INVESTMENTS applies accounting principles and methods in compliance with the Accounting Act and Measure No. 26307/2007-74, issued by the Ministry of Finance on 18 December 2007, which lays down the details for arrangement and identification of financial statement items, the content of those items, the scope of the financial statement data to be disclosed, the framework chart of accounts, and accounting procedures for securities dealers and branches of foreign securities dealers, and on the amendment of certain laws, as amended.

PARTNERS INVESTMENTS uses accrual accounting, which reflects the temporal and substantive connection between costs and revenues and matches them to the accounting period to which they relate. Amounts are presented in the currency used in Slovakia, which is the euro. Foreign exchange differences from the revaluation of assets and liabilities denominated in a foreign currency will be recognized, according to their nature, in account group 72 - Foreign exchange gains and losses.

3. New accounting principles and methods.

PARTNERS INVESTMENTS did not apply any new accounting principles or methods during 2022.

5 2 4 1 3 1 7 9

2 1 2 1 0 1 1 4 7 5

4. Measurement of assets and liabilities and methods for determining the fair value of assets and liabilities, foreign currencies and exchange rates used to convert foreign currencies into euro.

Measurement methods:

Cash and cash equivalents are measured at their nominal value. Allowances are made for a decrease in their value.

Receivables are measured at their nominal value when they are initially recognized and reduced by doubtful and irrecoverable receivables. A provision is made for doubtful and irrecoverable receivables where the risk exists that these receivables will not be recovered. When the remaining period until maturity of a receivable is longer than one year, it may be adjusted by the difference between its nominal and current value.

Prepaid expenses and accrued income are recognized and presented in compliance with the matching principle.

Liabilities are measured at their nominal value when they are incurred. Liabilities are measured at cost when they are assumed. Should actual liabilities be found to differ from the liabilities recognized in accounting and the financial statements, they will be presented to reflect liabilities actually measured.

Accrued expenses and unearned income are recognized and presented in compliance with the matching principle.

Client assets are accrued in off-balance-sheet accounts using double-entry accounting. The assets entrusted to PARTNERS INVESTMENTS by clients for safekeeping, management, deposit, or for the purpose of buying or selling securities on their behalf, client yields from provided investment services (for instance, collection of dividends from shares under management) and assets procured for clients and settlement with markets of transactions executed on the account of clients are posted to accounts Client Assets and Liabilities Associated with Client Assets. Managed client asset portfolios are measured at fair value in off-balance-sheet accounts.

Foreign currency and exchange differences:

Assets and liabilities denominated in a foreign currency are converted on the date of the accounting event into euros at the reference exchange rate determined and published by either the European Central Bank or the National Bank of Slovakia on the date prior to the accounting event.

Assets and liabilities denominated in foreign currencies (other than advances received and paid) are converted into euro on the date of the financial statements at the reference exchange rate determined and published by either the European Central Bank or the National Bank of Slovakia thereon and are recognized with an impact on profit or loss.

Advances received or paid in foreign currency advances are converted into euro at the reference exchange rate determined and published by either the European Central Bank or the National Bank of Slovakia on the date preceding the accounting event. They are not revalued on the date of the financial statements.

5. Dating of accounting events.

The date of a purchase or sale of a security is the agreed date of purchase, provided the period between the conclusion of the contract and the settlement of the transaction does not exceed the normal period for settling transactions in normal commercial practice on the relevant market. If the period is longer, the date of the accounting event will be the first day of the period in which the transaction is to be settled as agreed.

6. Depreciation of tangible assets and amortization of intangible assets.

Acquired non-current assets are measured at cost, comprising the price at which the asset was acquired and costs related to its acquisition (customs duty, transport, installation, insurance), less credit notes, discounts, rebates, and bonuses.

Non-current tangible assets are depreciated and intangible assets are amortized according to the estimated useful life and anticipated wear and tear.

They are written off starting in the month when the non-current asset is put into use. Low-value non-current intangible assets whose cost is € 2,400 or less are expensed. Low-value non-current tangible assets whose cost is € 1,700 or less are likewise expensed.

7. Identification of impaired assets.

PARTNERS INVESTMENTS reviews and identifies impaired assets regularly on an annual basis by assessing their ability to bring future economic benefits to it in subsequent periods.

No impaired assets were registered by PARTNERS INVESTMENTS in 2022.

8. Calculating adjusting entries and provisions.

Provisions are recognized in accordance with the prudence concept, where a reasonable presumption can be made that an asset has been impaired. The value of an asset is adjusted in an amount equal to a reasonable estimate of its decrease compared to its carrying amount. They are reversed or the amount is changed if there is a change in the presumption of impairment. PARTNERS INVESTMENTS did not make any adjustments in 2022.

CRN

TIN

UC OCP 1-4

5 2 4 1 3 1 7 9

2 1 2 1 0 1 1 4 7 5

A provision is a liability representing an existing obligation of PARTNERS INVESTMENTS that is incurred from past events and where it is probable that future economic benefits will reduce it. Provisions are liabilities of uncertain timing or amount and are measured at the estimated amount required to meet existing obligations on the date of the financial statements.

C. Statement of Cash Flows

	Year ending 31 December 2022	Year ending 31 December 2021
Cash flow from operating activities	x	x
Income from interest, fees and commissions	13,980,233	16,593,653
Receivables from interest, fees and commissions	(1,717,197)	(5,652,184)
Cost of interest, fees and commissions	(10,706,685)	(12,676,757)
Liabilities from interest, fees and commissions	417,753	2,692,026
Debited financial instrument reconciliation accounts		
Receivables from financial instruments sold		
Debited analytical accounts for initial recognition of financial instruments		
Liabilities for payment of FI purchase prices		
Written-off receivables		
Staff and supplier costs	(1,597,059)	(1,449,538)
Liabilities to employees and suppliers	369,353	
Operating assets (increase)/decrease	3,803,825	(2,080)
Increase/(decrease) in current lending to clients in analytical accounts serving for initial recognition		
Operational commitments increase/(decrease)	(668,172)	1,996,488
Client deposits increase/(decrease)		
Liabilities to suppliers increase/(decrease)	(2,450,473)	
Other short-term liabilities increase/(decrease)		
Net cash flow from operations before tax	1,431,578	1,501,608
Income tax paid	(760,738)	(773,418)
Other	(415,886)	(388,274)
Net cash flow from operations	254,954	339,916
Cash flow from investing activities	x	x
Non-current assets (increase)/decrease	(122,045)	(380,298)
Liabilities from non-current assets purchased		
Non-current assets sold or disposed of		
Receivables from sale or disposal of non-current assets		
Dividends received		
Receivables from dividends		
Interest on deposits and borrowings received		
Receivables from interest on deposits and loans		
Sale of financial instruments held for sale		
Purchase of financial instruments held for sale		
Lending and deposits increase/(decrease)		
Net cash flow from investment activities	(122,045)	(380,298)
Cash flow from financing activities	x	x
Equity increase/(decrease)	829,502	1,059,691
Long-term borrowings and finance leasing increase/(decrease)		
Interest costs for long-term borrowings and finance leasing (-)		

CRN

5 2 4 1 3 1 7 9

TIN

2 1 2 1 0 1 1 4 7 5

UC OCP 1-4

Liabilities from interest on long-term borrowings and finance leasing		
Dividends paid	0	(887,885)
Net cash flow from financial activities	829,502	171,806
Impact of currency exchange rates on cash in foreign currency		
Net increase/(decrease) in cash and cash equivalents	962,411	131,424
Cash and cash equivalents at the beginning of the accounting period	461,491	330,067
Cash and cash equivalents at the end of the accounting period	1,423,902	461,491

D. Statement of Changes in Equity

ITEM	Share capital	Reserves	Revaluation reserves	Retained earnings	Total
b	1	2	3	4	5
Balance as of 31 December 2021	530,000	106,000		1,947,576	2,583,576
Accounting policy changes					
Adjusted balance as of 31 December 2021	530,000	106,000		1,947,576	2,583,576
Revaluation differences of available for sale securities					
Other revaluation differences					
Tax recognized in equity					
Change in net assets outside of 2022 net profit					
Reported net profit/(loss)				1,214,502	1,214,502
Overall change in net assets	530,000	106,000		3,162,078	3,798,078
Distributed profits				(5,000)	(5,000)
Share capital increase/(decrease)	(380,000)				(380,000)
Balance as of 31 December 2022	150,000	106,000		3,157,078	3,413,078

E. Client balance sheet

Line No.	ITEM	31 December 2022	31 December 2021
a	b	1	2
	Client assets	x	x
	Client funds	3,126,255	2,726,620
	Client securities	75,288,478	27,200,556
	Other client financial instruments		
	Client portfolios	433,860,493	388,585,034
	Client market receivables	18,122,171	0
	Total client assets	530,397,397	418,512,210
	Client liabilities - entrusted assets	x	x
	Liabilities from client funds	3,126,255	2,726,620
	Liabilities from client securities	75,288,478	27,200,556

CRN

5 2 4 1 3 1 7 9

TIN

2 1 2 1 0 1 1 4 7 5

UC OCP 1-4

	Liabilities from client portfolios	433,860,493	388,585,034
	Liabilities from management and custody of client securities		
	Client market liabilities	18,122,171	0
	Liabilities from safekeeping of client securities		
	Total liabilities towards clients - entrusted assets	530,397,397	418,512,210

F. Notes to the Balance Sheet and Income Statement

Balance Sheet

A. Assets

€

Line	1. Cash and cash equivalents	31 December 2022	Year ending 31 December 2021
1.	Cash on hand	463	300
2.	Current accounts	1,423,439	461,191
3.	Lending repayable on demand and within 24 hours and deposits repayable within 24 hours		
4.	Cash receivables in spot operations		
5.	Money market securities with an agreed maturity of three months or less		
x	Subtotal - balance sheet	1,423,902	461,191
6.	Credit lines for immediate drawdown of funds		
	Total	1,423,902	461,191

€

Line	2.a). Receivables from clients – services provided	31 December 2022	Year ending 31 December 2021
1.	Investment services	1,717,197	5652184
2.	Ancillary services		
3.	Total	1,717,197	5652184

€

Line	11. Acquisition of tangible and intangible assets	31 December 2022	Year ending 31 December 2021
1.	Land		
2.	Impairment		
3.	Net book value		
4.	Buildings		
5.	Impairment		
6.	Net book value		
7.	Plant and equipment		
8.	Impairment		

CRN

5 2 4 1 3 1 7 9

TIN

2 1 2 1 0 1 1 4 7 5

UC OCP 1-4

9.	Net book value		
10.	Intangible assets	150,401	336
11.	Impairment		
12.	Net book value		
	Total net book value	150,401	336

€

Line	12. Intangible assets	31 December 2022	Year ending 31 December 2021
1.	Cost	527,599	424,144
2.	Depreciation/amortization	175,657	44,182
3.	Impairment		
4.	Carrying amount	351,942	379,962

B. Liabilities

€

Line	1. Liabilities	31 December 2022	Year ending 31 December 2021
1.	Other liabilities	578,180	3,008,375
2.	Subordinated financial liabilities		
3.	Total	578,180	3,008,375

Income Statement

Line	1. Fees and commissions	31 December 2022	Year ending 31 December 2021
1.	Fees and commissions	13,980,233	16,593,653
2.	Investment services	13,980,233	16,593,653
3.	Ancillary investment services		

Line	i. Staff costs	31 December 2022	Year ending 31 December 2021
1.	Base component of pay	377,288	289,213
2.	Variable component of pay		
3.	Insurance	129,182	96,577
4.	Catering	7,147	4,805
5.	Health care	447	7
6.	Education and training		
7.	Holiday, culture, sports, entertainment, social	3,454	2,554
	Total	517,518	393,156

Line	m. Other operating costs	31 December 2022	Year ending 31 December 2021
1.	Audit fees	7,100	6,900
2.	Property and equipment maintenance		

CRN

5 2 4 1 3 1 7 9

TIN

2 1 2 1 0 1 1 4 7 5

ÚČ OCP 1-4

3.	Other services	571,243	641,582
4.	Rent	29,711	18,849
5.	Utilities	620	516
6.	Purchased material	13,424	30,647
	Total	622,098	698,494

Line	n.1. Interest and similar costs	31 December 2022	Year ending 31 December 2021
1.	Current payables and borrowings	8,926	13,686
2.	Short-term securities issued		
3.	Long-term borrowings		
4.	Long-term securities issued		
5.	Finance leasing		
	Total	8,926	13,686

Line	n.2. Taxes and fees	31 December 2022	Year ending 31 December 2021
1.	Value added tax	86,131	76,809
2.	Consumption taxes		
3.	Property taxes		
4.	Local taxes and fees	44	143
5.	Court fees and other payments	353,494	216,290
	Total	439,669	293,242

G. Other remarks

1. Related parties transactions.

Line	a). Shares held by related parties in the registered capital of the securities dealer and its subsidiaries and associated entities	31 December 2022	Year ending 31 December 2021
1.	Shares held in PARTNERS INVESTMENTS	150,000	530,000
2.	Shares held in subsidiaries		
3.	Shares held in associated entities		
Line	b). Related party transactions	31 December 2022	Year ending 31 December 2021
1.	Current receivables	286	2,042
2.	Non-current receivables		
3.	Current liabilities	426,805	2,692,604
4.	Non-current liabilities		

2. Subsequent events from the end of the reporting period to the date of the financial statements.

There were no events after 31 December 2022 that had a significant impact on a true view of the facts subject to accounting.

Given the long-term investment horizons in client contracts, PARTNERS INVESTMENTS does not consider such a situation to be material for adjustments to be made to the composition of investment portfolios. PARTNERS INVESTMENTS regularly communicates with its financial intermediaries and clients when increased volatility in financial markets are anticipated. In view of this, it did not record an increased number of investment redemptions.

CRN

5 2 4 1 3 1 7 9

TIN

2 1 2 1 0 1 1 4 7 5

UC OCP 1-4

3. Correction of errors in previous accounting periods with such a material effect on the financial statements covering one or more previous accounting periods that they would not give a true and fair view of PARTNERS INVESTMENTS' accounting, indicating the impact of those changes on equity to the date of the financial statements.

PARTNERS INVESTMENTS did not report errors in prior periods.

4. Appropriation of the 2021 profits.

On 12 May 2022, the separate financial statements for the year ending 2021 were approved at the annual general meeting of PARTNERS INVESTMENTS and reported profits for 2021 of €1,947,575.86 were appropriated. €5,000 was appropriated for replenishment of the Social Fund and €1,942,575.86 was recognized as retained earnings.

5. Average number of employees, members of statutory bodies, management bodies and supervisory bodies.

ITEM	31 Dec. 2022	31 Dec. 2021
Average number of employees	11	9
Members of the Executive Board	3	3
Members of the Supervisory Board	3	3

6. Costs or income with an impact on prior period tax payable.

PARTNERS INVESTMENTS did not recognize any costs or income with an impact on prior period tax payable in 2022.

7. Employee benefits with entitlements to equity-linked financial instruments issued by PARTNERS INVESTMENTS or where PARTNERS INVESTMENTS' liabilities to its employees depend on the future price of financial instruments such as shares or stock options it issues.

PARTNERS INVESTMENTS granted no such benefits to its employees in 2022.

8. Earnings per share.

Because PARTNERS INVESTMENTS' net income for 2022 amounted to €1,214,502, its earnings per share is €8,097.

9. Credit risk.

PARTNERS INVESTMENTS lent no funds for the purchase of investment instruments in 2022. It does not make use of instruments associated with interest risk.

10. Market risk.

PARTNERS INVESTMENTS carried out no business operations involving market risk in 2022.

11. Other risks.

PARTNERS INVESTMENTS's internal rules require the application of the following procedures:

In risk management, it seeks to quantify the risk associated with a business transaction, new positions and operational activity, using aggregated characteristics that are defined as risk levels. Different types of characteristics are appropriate for different purposes and types of risks.

For individual forms of risk levels, probability models are used, whose specific form has been established from statistical estimates that make use of historical data. Statistical probability estimates determine how to statistically estimate the required level of risk and this estimate is the final output of the entire measurement. Summary:

	Theory	Practice
Detailed description	Probability model for risk factor behavior	Statistical estimate for the probability model
Quantification	Defined risk level	Statistical estimate of risk levels

The CEO and DCEO are consulted on these procedures and they analyze and determine them in cooperation with either the Executive Board or other persons professionally capable of identifying and qualitatively defining the potential risk levels associated with PARTNER INVESTMENTS' activities and whom it considers to be professional and trustworthy for potential risk assessments.

5 2 4 1 3 1 7 9

2 1 2 1 0 1 1 4 7 5

The operational risk management process can be summarized as follows:



The operational risk management process starts with prevention and not with identifying the risk as it might seem more logical at first sight. "Automatic prevention" may be a more accurate term, because of the concept and that prevention cornerstones include:

- Consistent separation of incompatible functions
- High-quality methodology,
- Functional information systems,
- Training of staff,
- Control.

Line	12. Reported audit fees	31 December 2022	Year ending 31 December 2021
	Audit of the financial statements	7,100	6,900
	Other assurance audit services		
	Related audit services		
	Tax advice		
	Other audit services		
	Total	7,100	6,900

H. Off-balance sheet assets and liabilities

Line	ITEM	31 December 2022	Year ending 31 December 2021
a	b	1	2
x	Other assets	x	x
1.	Rights to borrow funds		
2.	Receivables from spot trades		
3.	Receivables from term trades		
4.	Receivables from European options		
5.	Receivables from American options		
6.	Receivables from bank guarantees		
7.	Receivables from guarantees		
8.	Receivables from liens		
9.	Securities acquired through their transfer as collateral		
10.	Entitlements to other entities' assets and rights		
11.	Funds deposited for safekeeping and deposit		
12.	Funds transferred for administration	530,397,397	418,512,210
13.	Registered funds		
	Other assets - total	530,397,397	418,512,210

Line	ITEM	31 December 2022	Year ending 31 December 2021
a	b	1	2
x	Other liabilities	x	x
1.	Commitments to borrow funds		

CRN**TIN**

UC OCP 1-4

5 2 4 1 3 1 7 9

2 1 2 1 0 1 1 4 7 5

Line	ITEM	31 December 2022	Year ending 31 December 2021
a	b	1	2
x	Other liabilities	x	x
2.	Liabilities from spot trades		
3.	Liabilities from term trades		
4.	Liabilities from European options		
5.	Liabilities from US options		
6.	Liabilities from bank guarantees		
7.	Liabilities from guarantees		
8.	Liabilities from liens and pledges		
9.	Securities transferred as collateral		
10.	Entitlements to the fund's assets and rights		
11.	Fund received for management	530,397,397	418,512,210
12.	Registered liabilities		
	Other liabilities - total	530,397,397	418,512,210