

Baader Helvea AG

Zurich

Report of the statutory auditor
to the General Meeting

on the consolidated financial statements
2021



Report of the statutory auditor

to the General Meeting of Baader Helvea AG, Zurich

Report on the consolidated financial statements

As statutory auditor, we have audited the consolidated financial statements of Baader Helvea AG, which comprise the consolidated balance sheet, consolidated income statement, statement of changes in equity, cash flow statement and notes, for the year ended 31 December 2021.

Board of Directors' responsibility

The Board of Directors is responsible for the preparation of the consolidated financial statements in accordance with accounting rules for banks and the requirements of Swiss law. This responsibility includes designing, implementing and maintaining an internal control system relevant to the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error. The Board of Directors is further responsible for selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Swiss law and Swiss Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control system relevant to the entity's preparation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control system. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made, as well as evaluating the overall presentation of the consolidated financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements for the year ended 31 December 2021 give a true and fair view of the financial position, the results of operations and the cash flows in accordance with accounting rules for banks and comply with Swiss law.

Report on other legal requirements

We confirm that we meet the legal requirements on licensing according to the Auditor Oversight Act (AOA) and independence (art. 728 CO and art. 11 AOA) and that there are no circumstances incompatible with our independence.

In accordance with art. 728a para. 1 item 3 CO and Swiss Auditing Standard 890, we confirm that an internal control system exists which has been designed for the preparation of consolidated financial statements according to the instructions of the Board of Directors.

We recommend that the consolidated financial statements submitted to you be approved.

PricewaterhouseCoopers SA

Omar Grossi
Audit expert
Auditor in charge

Mattia Marelli

Geneva, 16 March 2022

Enclosure:

- Consolidated financial statements (consolidated balance sheet, consolidated income statement, statement of changes in equity, cash flow statement and notes)

CONSOLIDATED BALANCE SHEET AS AT 31st DECEMBER 2021

A S S E T S	Notes	31.12.2021 (in CHF)	31.12.2020 (in CHF)
Amounts due from banks	6.6	10'864'232	9'631'051
Amounts due from customers	6.1 / 6.6	6'851'506	846'872
Trading portfolio assets	6.2	6'210'894	287'966
Accrued income and prepaid expenses		1'589'784	1'610'043
Tangible fixed assets	6.4	97'550	53'149
Other assets	6.5	199'927	-
Total assets		25'813'893	12'429'081
Total subordinated claims		-	-
of which subject to mandatory conversion and/or debt waiver		-	-
LIABILITIES		31.12.2021 (in CHF)	31.12.2020 (in CHF)
Amounts due to banks		6'306'845	286'872
Amounts due in respect of customer deposits		6'210'894	287'966
Accrued expenses and deferred income		1'471'514	1'413'363
Other liabilities	6.5	82'431	39'861
Provisions	6.8	294'657	264'657
Share capital	6.9 / 6.11	6'497'400	6'497'400
Retained earnings carried forward		5'604'669	4'366'939
Currency translation reserves		-1'870'925	-1'965'707
Profit / (Loss) for the year		1'216'408	1'237'730
Total liabilities		25'813'893	12'429'081
Total subordinated liabilities		-	-
of which subject to mandatory conversion and/or debt waiver		-	-
OFF-BALANCE SHEET TRANSACTIONS			
Contingent liabilities	6.1 / 7.1	145'000	145'000
Irrevocable commitments	6.1	2'000	2'000

BAADER HELVEA AG
Zurich

CONSOLIDATED INCOME STATEMENT

for the year ended 31st December 2021

	Notes	2021 (in CHF)	2020 (in CHF)
Results from interest operations			
Interest and discount income	8.2	-9'813	-18'899
Interest expense		-5'026	-48'224
Subtotal net result from interest operations		-14'839	-67'123
Result from commission business and services			
Commission income from securities trading and investment activities		14'563'149	13'994'938
Commission income from other services		889'462	185'693
Commission expense		-6'006'411	-4'918'305
Subtotal result from commission business and services		9'446'200	9'262'326
Result from trading activities and the fair value option	8.1	-41'388	-29'141
Operating expenses			
Personnel expenses	8.3	-4'262'890	-4'041'006
General and administrative expenses	8.4	-3'640'699	-3'553'676
Subtotal operating expenses		-7'903'589	-7'594'682
Value adjustments on participations and depreciation and amortisation of tangible fixed assets and intangible assets		-39'982	-39'521
Change to provisions and other value adjustments, and losses		-32'533	-279'584
Operating result		1'413'869	1'252'275
Taxes	8.7	-197'461	-14'545
Profit / (Loss) for the year		1'216'408	1'237'730

BAADER HELVEA AG
Zurich

STATEMENT OF CHANGES IN EQUITY

	Com- pany's capital	Re- tained earnings carried forward	Curren- cy transla- tion reserve	Own shares	Result of the period	Total
(in CHF)						
Equity at 1 January 2021	6'497'400	4'366'939	-1'965'707	-	1'237'730	10'136'362
Appropriation of retained earnings 2020						
- Dividend	-	-	-	-	-	-
- Net change in retained earnings carried forward	-	1'237'730	-	-	-1'237'730	-
Purchase of own shares (at acquisition cost)	-	-	-	-	-	-
Sale of own shares (at acquisition cost)	-	-	-	-	-	-
Profit from sale of own shares	-	-	-	-	-	-
Currency translation differences	-	-	94'782	-	-	94'782
Capital increase	-	-	-	-	-	-
Allocated to reserves for general banking risks	-	-	-	-	-	-
Profit 2021	-	-	-	-	1'216'408	1'216'408
Equity at 31 December 2021	6'497'400	5'604'669	-1'870'925	-	1'216'408	11'447'552

BAADER HELVEA AG
Zurich

CASH FLOW STATEMENT

(in CHF)	2021		2020	
	Cash inflow	Cash outflow	Cash inflow	Cash outflow
Cash flow from operating activities (internal financing)				
Result of the period	1'216'408	-	1'237'730	-
Value adjustments on participation and depreciation and amortisation of tangible fixed assets and intangible assets	39'982	-	39'521	-
Provisions and other value adjustments	30'000	-	264'657	-
Accrued income and prepaid expenses	20'259	-	358'931	-
Accrued expenses and deferred income	58'151	-	244'332	-
Other assets	-	199'927	342	-
Other liabilities	42'570	-	-	46'121
Subtotal	1'407'370	199'927	2'145'513	46'121
Cash flow from shareholder's equity transactions				
Share capital	-	-	497'400	-
Currency translation reserve	94'782	-	-	280'047
Subtotal	94'782	-	497'400	280'047
Cash flow from transactions in respect of participations, tangible fixed assets and intangible assets				
Tangible fixed assets	-	84'383	4'614	-
Subtotal	-	84'383	4'614	-
Cash flow from banking operations				
Short-term business				
• Amounts due to banks	6'019'973	-	-	3'000'477
• Amounts due in respect of customer deposits	5'922'928	-	-	473'785
• Amounts due from banks	-	1'233'181	181'626	-
• Amounts due from customers	-	6'004'634	497'492	-
• Trading portfolio assets	-	5'922'928	473'785	-
Liquidity				
• Liquid assets	-	-	-	-
Subtotal	11'942'901	13'160'743	1'152'903	3'474'262
Total	13'445'053	13'445'053	3'800'430	3'800'430

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2021**

1. *Presentation of the Group business activities*

General remarks

BAADER HELVEA AG is the headquarter for Baader Helvea group (« the Group »). The Group's subsidiaries main business activities involve undertaking financial analysis and research, and acting as intermediaries on behalf of institutional clients in trading securities on Swiss and foreign stock exchanges or on other organized financial markets. The Group reserves the right to undertake such business operations for its own account.

The Group is mainly active in the locations of Zurich, London and New York. The Group's registered head office is located in Zurich. Total headcount for Baader Helvea Group was 22 at year-end (2020: 18).

Baader Helvea AG is responsible for the consolidated supervision of the Baader Helvea group.

Commission business and services

Fee-based transactions and services provided to a client-base of institutional investors form the cornerstone of the Group's business activities. These transactions chiefly involve the trading of securities on behalf of clients.

Brokerage transactions

The Baader Helvea Group engages in the dealing of securities as an intermediary (back-to-back). As the Group operates as an intermediary, whenever a counterparty does not honor its obligations at the agreed settlement date, the transactions are recorded in the balance sheet. Amounts due from or to, as well as securities to be delivered or received, are therefore recorded under "Amounts due to and from banks and customers". Positions are included in the trading portfolio as a result of a delay of the counterparty in honoring its obligations at the agreed value date. In such an event, a position in trading portfolio is held temporarily by the Group until full settlement by the counterparty.

The Group does not enter into derivative contracts for its own account.

2. *Accounting and valuation principles*

2.1 *General principles*

The accounting and valuation principles are based on the Code of Obligations, the Banking Act and its related Ordinance as well as the FINMA Accounting ordinance and FINMA circular 20/1. The accompanying true and fair view consolidated financial statements present the economic situation of the Group such that a third party can form a fair opinion.

In the notes, the individual figures are rounded for publication, but the calculations are based on the non-rounded figures. Thus small rounding differences can arise.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2021**

2. Accounting and valuation principles (cont.)

2.2 Scope of consolidation

Baader Helvea AG is the headquarter of the Baader Helvea group. The group comprises Baader Helvea AG, which is responsible for the management of the group's operations, Baader Helvea Inc., New York and Baader Helvea Ltd, London, both held 100% by Baader Helvea AG.

The consolidated accounts include Baader Helvea AG as well as those entities where it exercises a direct or indirect control, namely Baader Helvea Inc., New York and Baader Helvea Ltd, London.

Consolidated entities Name and location	Capital (in thousand)		Participation (%)		
		2021	2020	2021	2020
Baader Helvea Inc, New York	USD	1'865	1'865	100	100
Baader Helvea Ltd, London	GBP	800	800	100	100

2.3 Method of consolidation

Whether directly or indirectly controlled, all Group Companies active in the banking and financial services segments are undertaken in a series of steps in prior years.

The above mentioned companies were fully consolidated.

The consolidation period is the calendar year. All Companies included in the scope of consolidation close their accounts on December 31.

2.4 General valuation principles

The financial statements are prepared on the assumption of an ongoing concern. The accounting is therefore based on going-concern values.

Items are entered on the balance sheet as assets if, based on past events, they may be disposed of, a cash inflow is probable and their value can be reliably estimated. If a reliable estimate is not possible, then it is a contingent asset, which is commented in the notes.

Items are entered on the balance sheet as liabilities if they have arisen due to past events, a cash outflow is probable and their value can be reliably estimated. If a reliable estimate is not possible, then it is a contingent liability, which is commented in the notes.

The disclosed balance sheet items are valued individually.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2021**

2. Accounting and valuation principles (cont.)

2.4 General valuation principles (cont.)

In principle, neither assets and liabilities nor expenses and income are offset. Accounts receivable and accounts payable are offset in the following cases:

- Accounts receivable and accounts payable are offset if they concern the same type of transaction with the same counterparty in the same currency and they have an identical or earlier due date and do not lead to any counterparty risk.
- The amounts of own shares and cash bonds are offset with the corresponding item in the liabilities.
- Deduction of value adjustments from the corresponding asset item.
- Offsetting of positive and negative changes in book value with no income effect in the current period in the compensation account.
- Positive and negative replacement values of derivative financial instruments with the same counterparty are offset, if there are recognised and legally enforceable netting agreements in place.

Financial instruments

Amounts due from banks and amounts due from customers

Amounts due from banks and amounts due from customers are recognised at their nominal value less any necessary value adjustments.

Doubtful receivables, i.e. obligations entered into with clients for which the debtor is unlikely to meet its future obligations, are valued individually and depreciated by means of individual value adjustments. The depreciation of doubtful receivables is determined by the difference between the book value of the receivable and the anticipated recoverable amount. The anticipated recoverable amount is the liquidation value (estimated net realisable value minus the costs of retention and liquidation). In doing so, the entire liability of the client or the economic entity has to be checked for any counterparty risk.

If a receivable is classed as entirely or partially irrecoverable or a receivable is waived, the receivable is derecognised by booking it against the corresponding value adjustment.

If recovered amounts from receivables written off in earlier periods cannot be used immediately for other value adjustments of the same type, they are recognised in "Change in value adjustments for default risk and losses from interest operations" in the income statement.

Amounts due to banks

These items are to be recognised at their nominal value.

Trading portfolio assets and trading portfolio liabilities

Trading portfolio comprise securities held temporarily by the Group until full settlement by the counterparty.

The trading portfolio and liabilities items relating to trading operations are valued and recognised at fair value in principle. Fair value is the price based on a price-efficient and liquid market or the price calculated using a valuation model.

If a fair value cannot be determined, the valuation and recognition is based on the lower of cost or market principle.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2021

2. Accounting and valuation principles (cont.)

2.4 General valuation principles (cont.)

Tangible fixed assets

Investments in tangible fixed assets are capitalised as an asset if they are used for more than one accounting period.

Tangible fixed assets are recognised at acquisition cost minus the scheduled accumulated amortisation over the estimated operating life.

Tangible fixed assets are amortised at a consistent rate (straight-line amortisation) over a prudent estimated operating life via the item "Value adjustments on participations and depreciation and amortisation of tangible fixed assets and intangible assets". The estimated operating lives of specific categories of tangible fixed assets are as follows :

Asset class	Operating life
Plant, property, equipment	5 years
Software, computer / IT / Communications hardware and equipment	3 years

Any fixed asset impairment would be based on indicators reflecting a cessation of use of the respective asset (for example, in the event of a substantial reduction in staff numbers). If any such indicators exist, the recoverable amount is calculated. The recoverable amount is calculated for each individual asset. An asset is impaired if its carrying amount exceeds its recoverable amount.

If the asset is impaired, the book value is reduced to match the recoverable value and the impairment is charged via the item "Value adjustments on participations and depreciation and amortisation of tangible assets and intangible assets".

If the impairment test shows that the operating life of a tangible asset has changed, the residual carrying amount should be depreciated systematically over the newly estimated useful life.

Realised gains from the sale of tangible fixed assets are recorded via the item "Extraordinary income" and realized losses are recorded via the item "Extraordinary expenses".

Provisions

Legal and factual obligations are valued regularly, if an outflow of resources is likely and can be reliably estimated, a corresponding provision must be created.

Existing provisions are reassessed at each balance sheet date. Based on this reassessment, the provisions are increased, left unchanged or released. Positions are recorded as follows via the individual items in the income statement:

- Pension provision: "Personnel expenses"
- Other provisions: "Changes to provisions and other value adjustments and losses", except provisions for restructuring

Provisions are released via the income statement if they are no longer needed on business grounds and cannot be used for other similar purposes at the same time.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2021

2. Accounting and valuation principles (cont.)

2.4 General valuation principles (cont.)

Taxes

Current taxes

Current income taxes are recurring, usually annual, taxes on profits and capital. Transaction-related taxes are not included in current taxes.

Liabilities from current income and capital tax are disclosed via the item "Accrued expenses and deferred income".

Expense due to income and capital tax is disclosed in the income statement via the item "Taxes".

Off-balance-sheet transactions

Off-balance-sheet disclosures are at nominal value. Provisions are created in the liabilities in the balance sheet for foreseeable risks.

Pension benefit obligations

The employees of Baader Helvea AG participate in a pension fund. When preparing the year-end accounts, the Group assesses whether there is an economic benefit or economic obligation arising from a pension fund as of the balance sheet date. The assessment is based on the contracts and financial statements of the pension funds (established under Swiss GAP FER 26 in Switzerland) and other calculations that present a true and fair view of the financial situation as well as the actual over or underfunding for each pension fund.

Group employees in other countries are covered by pension schemes for which the employer has no obligation apart from the payment of annual contributions.

2.5 Change of the accounting and valuation principles

There have been no change in the accounting and valuation principles.

2.6 Recording of business transactions

All business transactions concluded up to the balance sheet date are recorded as of their trade date (trade date accounting) and valued according to the above-mentioned principles. Any foreign exchange spot transactions and foreign exchange forwards entered into but not yet fulfilled are recorded in accordance with the settlement date accounting method.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2021**

2. Accounting and valuation principles (cont.)

2.7 Treatment of translation differences of foreign currencies

Transactions in foreign currencies are recorded at the respective daily exchange rate. Assets and liabilities are translated as of the balance sheet date using the closing rate on the balance sheet date. The price gain or loss resulting from the currency translation is recorded via the item "Result from trading activities and the fair value option".

For the foreign currency translation, the following exchange rates were used:

	31.12.2021 Closing rate	31.12.2021 Average rate	31.12.2020 Closing rate	31.12.2020 Average rate
USD	0.911150	0.916612	0.883950	0.935981
GBP	1.234107	1.257404	1.208315	1.2042273
EUR	1.036160	not applicable	1.081557	not applicable

3. Risk management

The Group, like any other financial institute, is subject to various banking-specific risks: credit, market and liquidity risks as well as operational and legal risks. The monitoring identification, measurement and management of these risks is a priority for the Group.

The Group's primary goal is to maintain its good reputation. The risk capacity is set in such a way that the Group complies with the statutory capital adequacy requirements, even if under the influence of diverse negative events.

The key elements of risk management are:

- a comprehensive risk policy;
- the use of recognised risk measurement and risk management principles;
- the definition of various risk limits and corresponding monitoring and reporting measures;
- ensuring timely and comprehensive reporting on all risks;
- the allocation of adequate financial and human resources to the risk management; and
- highlighting risk awareness at all management levels.

The respective Boards are the supreme organ of the risk management organization. It specifies the risk policy and, as part of this, define the risk philosophy, risk measurement and risk management. The respective Boards approve the strategic risk limits based on the risk capacity and it monitor compliance with the limits as well as the implementation of the risk policy. To fulfil its monitoring duties, a comprehensive risk report is submitted to the respective Boards. The internal reports ensure adequate reporting at all levels.

Management is responsible for the execution of the policies approved by the respective Boards. It ensures a suitable risk management organization is in place as well as the use of an adequate risk monitoring system. Adequate reporting at all levels is ensured by the internal reports. The risk control unit is independent of business operations and monitors the market risks incurred. In addition, the risk control unit coordinates all risk reporting.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2021

3. Risk management (cont.)

3.1 Credit risk

Counterparty risk

The Group only executes agency trades on behalf of its clients. A trading limit system is used to manage the counterparty and default risks. The group works exclusively with reputable institutional counterparties. Before entering into a business relationship with a counterparty in interbank business, the group performs a comprehensive assessment of the counterparty risk. The limit depends significantly on the rating and on the capital adequacy of the counterparty. Risk Control monitors compliance with the limits on a daily basis.

A review of the appropriate classification of the counterparties and, thus, of the set limits is performed, on a quarterly basis. Additionally, Risk Control monitors on an ongoing basis the developments in counterparties' ratings.

3.2 Interest rate risk

In principle, the Group's business operations do not expose it to any significant risks arising from adverse movements in interest rate.

3.3 Other market risk

Currency risks

By the very nature of its business activities, the Group does not undertake any currency-related transactions, either on the spot market or in futures. Its currency positions are subject to limits and ceilings monitored by the Group's management.

Trading operations

The basic principle that applies to processes in the trading business is the clear structural separation between the trading area and the "risk control function" and "settlement and control function" up to and including the management level. Other considerations are the ability to demonstrate 'Best Execution' process, as is the need to manage the risk of client instructions being misunderstood or entered mistakenly.

This is achieved at Group's management level through split responsibilities. This ensures that all issues are reviewed by the relevant managers, and the respective Boards as a whole will sign off on any issue.

The Group almost only trades equities on behalf of its clients, has no market making activities and does not engage in any proprietary trading.

3.4 Liquidity

The liquidity strategy of the Group has been developed by the Group's management and approved by the respective Boards. Group's management ensures that the limits and objectives are complied with. Liquidity positions, the financing situation and concentration risks are reported monthly to Group's management and quarterly to the respective Boards.

Liquidity management aims to create a solid liquidity position to allow the Group to pay its obligations in a timely manner at all times. Further, the financing risk is managed through the optimization of the balance sheet structure.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2021**

3. Risk management (cont.)

3.5 Operational risks

Operational risks are defined as the risks of losses due to the inadequacy or failure of internal policies, people and systems or due to external events.

The assessment of operational risks and compliance risks evaluates the direct financial losses and the consequences of the loss of client trust and reputation. The primary objective of operational risk management is to ensure the trust of the clients, shareholders and regulators.

The operational risks are measured by calculating the potential extent of damages in normal and extreme cases. The Risk Control department maintains a database of cases of damages and the losses incurred. For risk management purposes, the potential losses are assigned to the various risk categories and risk-adjusted measures are defined to minimize the potential loss.

The respective Board reviews quarterly the Operational risk policy which serves as the basis for risk management. Risk-mitigation measures are implemented in the areas of process management, information security, control systems, quality and training. This also includes ensuring that operations continue in cases of internal or external events or disasters.

The key controls have been duly documented. All of the Group's departments perform as deemed necessary an assessment of the internal control processes in terms of their operational effectiveness and take any appropriate improvement measures. The effectiveness of the Business Continuity Plan is tested on an ongoing basis. The results of these review measures are included in a report on the operational risks.

3.6 Risk analysis, legal and reputational risks

The head of Compliance and Risk Management monitors that the Group complies with legal requirements in force as well as its obligations with regards to the exercise of due diligence applying to financial intermediaries. He also supervises the updating of internal directives, taking into account non legislative and regulatory requirements.

Internal control and risk management matters are reviewed on a quarterly basis by the respective Boards of Directors following the receipt of specific reports made by the head of Compliance and Risk management. These reports are entity-specific and summarize regulatory developments, significant events, risk assessments and risk positions as well as providing a global overview of risk, the internal control environment and the activities of the legal entities.

The head of Compliance and Risk management monitors that the Group complies with legal requirements in force as well as its obligations with regards to the exercise of due diligence applying to financial intermediaries. He also supervises the updating of internal directives, taking into account new legislative and regulatory requirements.

4. Methods used for identifying default risks and determining the need for value adjustments

Any new value adjustments and provisions needed are identified by the process described in Section 2.4. The known risk exposures already identified as at risk are reassessed at each balance sheet date and the value adjustments are adjusted, if necessary.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2021**

5. *Material events after the balance sheet date*

No material events occurred after the balance sheet date that could have a material impact on the financial position of the Group as of 31 December 2021.

6. Information on the balance sheet

6.1 Collateral for loans and off-balance-sheet transactions					
		Type of collateral			Total
		Secured by mortgage	Other collateral	Unsecured	
		(CHF)	(CHF)	(CHF)	(CHF)
Loans					
Amounts due from customers		-	-	6'851'506	6'851'506
Total loans	31.12.2021	-	-	6'851'506	6'851'506
	31.12.2020	-	-	846'872	846'872
Off-balance sheet					
Contingent liabilities		-	-	145'000	145'000
Irrevocable commitments		-	-	2'000	2'000
Total off-balance sheet	31.12.2021	-	-	147'000	147'000
	31.12.2020	-	-	147'000	147'000
The company has no impaired loans.					

6.2 Trading portfolio assets		
Assets	31.12.2021	31.12.2020
	(CHF)	(CHF)
Trading portfolio assets		
Debt securities, money markets securities / transactions	6'210'894	287'966
- of wich, listed	6'210'894	287'966
Total assets	6'210'894	287'966

6.3 Companies in which the Company holds a permanent direct or indirect significant participations							
Fully consolidated investments without listed value				Share in capital and voting rights (%)			
		Capital				Share in capital and voting rights (%)	
Corporate name and domicile	Business activity	2021	2020	2021	2020	2021	2020
Baader Helvea Inc, New York	Business introducer	USD	1'864'950	1'864'950		100	100
Baader Helvea Ltd, London	Business introducer	GBP	800'001	800'001		100	100
The above mentioned participations are held directly.							

6. Information on the balance sheet

6.4 Tangible fixed assets							
	Acquisition cost	Accumulated depreciation	Book value at 31.12.20	2021			Book value at 31.12.21
				Additions	Disposals	Depreciation	
				(CHF)	(CHF)	(CHF)	
Tangible Fixed assets							
- Other tangible fixed assets	3'011'095	-2'957'946	53'149	82'963	1'420	-39'982	97'550
Total tangible fixed assets	3'011'095	-2'957'946	53'149	82'963	1'420	-39'982	97'550

Operating leases				
	Maturity up to 12 months	Maturity between 12 months to 5 years	Maturity over 5 years	Total of balance-sheet leasing obligations
	(CHF)	(CHF)	(CHF)	(CHF)
	Operating leases	141'436	625'314	306'736

6.5 Other assets and other liabilities				
	31.12.2021		31.12.2020	
	Other assets	Other liabilities	Other assets	Other liabilities
	(CHF)	(CHF)	(CHF)	(CHF)
Indirect taxes	199'927	68'887	-	20'290
Other assets and liabilities	-	13'544	-	19'571
Total other assets and liabilities	199'927	82'431	-	39'861

6.6 Assets pledge or assigned to secure own commitments and assets under reservation of ownership				
	31.12.2021		31.12.2020	
	Book value of receivables from cash collateral	Effective commitments	Book value of receivables from cash collateral	Effective commitments
	(CHF)	(CHF)	(CHF)	(CHF)
Pledged / assigned assets				
Amounts due from banks	677'831	-	693'170	-
Amounts due from customers	560'000	-	560'000	-
Total pledged / assigned assets	1'237'831	-	1'253'170	-

6. Information on the balance sheet

6.7 Economic situation of own pension scheme
<p>Pension fund :</p> <p>The pension plans of the Group companies provide cover for retirement, death and disability and conform to the local regulations of the countries concerned. The pension and insurance providers are independent from the Helvea Group. Benefits are financed by contributions made by the employers and the employees.</p> <p>As at 31st December, 2021, the Group had no liability towards on guarantee in favour of the employee pension plans (2020: none).</p> <p><i>Zurich</i></p> <p>The Company is affiliated to the pension foundation Helvetia Group Foundation. The Collective life insurance contract with Helvetia covers all regulatory pension benefits (so called full insurance model).</p> <p><i>New York and London</i></p> <p>All benefits schemes maintained by Baader Helvea Inc and Baader Helvea Ltd are construed on a fully defined contribution basis and all death and disability benefits are fully insured with external insurance companies. As such, the Group has no liability in respect of these benefit schemes.</p> <p>Nominal value of the employer contribution reserves as per the balance sheet date</p> <p>Baader Helvea's pension fund does not have any employer contribution reserves for the 2021 financial year nor in the previous financial year.</p> <p>Contributions accrued to the period</p> <p>The employer's contributions for the fiscal year 2021 are classified as personnel expenses, note 8.3. There are no other economic interests granted that need to be recognised in the closing balance sheet (2020: none).</p>

6.8 Value adjustments, provisions, reserves for general banking risks						
	Previous year end	Use in conformity with designated purpose	Reclassifications	New creations charged to income	Releases to income	Balance at current year end
	(CHF)	(CHF)	(CHF)	(CHF)	(CHF)	(CHF)
Provisions for other business risks	264'657	-	-	30'000	-	294'657
Total value adjustments, provisions, reserves for general bank risks	264'657	-	-	30'000	-	294'657

Following a VAT control, additional taxation could be made on certain transactions recorded between 2015 and 2021

6.9 Group's share capital						
	31.12.2021			31.12.2020		
	Total par value	Number of shares / interests	Capital eligible for dividend	Total par value	Number of shares / interests	Capital eligible for dividend
	(CHF)		(CHF)	(CHF)		(CHF)
Share capital						
Registered shares	6'497'400	10'829	6'497'400	6'497'400	10'829	6'497'400
of which paid up	6'497'400	10'829	6'497'400	6'497'400	10'829	6'497'400
Total Group's capital	6'497'400	10'829	6'497'400	6'497'400	10'829	6'497'400

6. Information on the balance sheet

6.10 Related parties				
	<u>Amounts due from</u>		<u>Amounts due to</u>	
	<u>31.12.2021</u>	<u>31.12.2020</u>	<u>31.12.2021</u>	<u>31.12.2020</u>
Holders of qualified participations	3'336'713	2'918'413	969'794	727'418
Linked companies	-	-	-	-
Transactions with members of governing bodies	-	-	-	-
Other related parties	-	-	-	-
Services received from or provided to related parties are remunerated on an arm's length basis.				

6.11 Holders of significant participations and groups of holders of participations with pooled voting rights				
The following hold participations with more than 5% of voting rights:				
	<u>31.12.2021</u>		<u>31.12.2020</u>	
	<u>Nominal</u>	<u>% of equity</u>	<u>Nominal</u>	<u>% of equity</u>
<u>With voting rights</u>				
Baader Bank AG	6'497'400	100%	6'497'400	100%

6.12 Maturity structure of financial instruments								
	At sight	Cancellable	Ending				No maturity	Total
			Due within 3 months	Due between 3 and 12 months	Due between 12 months and 5 years	Due after 5 years		
	(CHF)	(CHF)	(CHF)	(CHF)	(CHF)	(CHF)	(CHF)	(CHF)
Current assets								
Amounts due from banks	10'864'232	-	-	-	-	-	-	10'864'232
Amounts due from customers	6'851'506	-	-	-	-	-	-	6'851'506
Trading portfolio assets	6'210'894	-	-	-	-	-	-	6'210'894
Total current assets at 31.12.2021	23'926'632	-	-	-	-	-	-	23'926'632
31.12.2020	10'765'889	-	-	-	-	-	-	10'765'889
Liabilities								
Amounts due to banks	6'306'845	-	-	-	-	-	-	6'306'845
Amounts due in respect of customers deposits	6'210'894	-	-	-	-	-	-	6'210'894
Total liabilities at 31.12.2021	12'517'739	-	-	-	-	-	-	12'517'739
31.12.2020	574'838	-	-	-	-	-	-	574'838

6. Information on the balance sheet

6.13 Assets and liabilities by domestic and foreign origin						
ASSETS	<i>Domestic</i>	<i>Foreign</i>	31.12.2021 (CHF)	<i>Domestic</i>	<i>Foreign</i>	31.12.2020 (CHF)
Amounts due from banks	5'065'670	5'798'562	10'864'232	4'832'976	4'798'075	9'631'051
Amounts due from customers	1'288'551	5'562'955	6'851'506	846'872	-	846'872
Trading portfolio assets	730'866	5'480'028	6'210'894	287'966	-	287'966
Accrued income and prepaid expenses	320'909	1'268'875	1'589'784	278'765	1'331'278	1'610'043
Tangible fixed assets	67'305	30'245	97'550	10'026	43'123	53'149
Other assets	199'927	-	199'927	-	-	-
Total assets	7'673'228	18'140'665	25'813'893	6'256'605	6'172'476	12'429'081

LIABILITIES	<i>Domestic</i>	<i>Foreign</i>	31.12.2021 (CHF)	<i>Domestic</i>	<i>Foreign</i>	31.12.2020 (CHF)
Amounts due to banks	743'890	5'562'955	6'306'845	-	286'872	286'872
Amounts due in respect of customers deposits	730'866	5'480'028	6'210'894	287'966	-	287'966
Accrued expenses and deferred income	475'536	995'978	1'471'514	554'085	859'278	1'413'363
Other liabilities	6'465	75'966	82'431	20'290	19'571	39'861
Provisions	294'657	-	294'657	264'657	-	264'657
Share capital	6'497'400	-	6'497'400	6'497'400	-	6'497'400
Retained earnings carried forward	5'604'669	-	5'604'669	4'366'939	-	4'366'939
Currency translation reserves	-1'870'925	-	-1'870'925	-1'965'707	-	-1'965'707
Profit / (Loss) for the year	203'468	1'012'940	1'216'408	-1'056'555	2'294'285	1'237'730
Total liabilities	12'686'026	13'127'867	25'813'893	8'969'075	3'460'006	12'429'081

6. Information on the balance sheet

6.14 Assets by country or group of countries				
ASSETS	31.12.2021		31.12.2020	
	Absolute (CHF)	Share as %	Absolute (CHF)	Share as %
Switzerland	7'673'228	29.7	6'256'605	50.3
Germany	3'336'713	12.9	2'918'414	23.5
Canada and United States	13'649'839	52.9	2'425'437	19.5
United Kingdom	1'154'113	4.5	828'625	6.7
Other	-	-	-	-
Total assets	25'813'893	100.0	12'429'081	100.0

This distribution is made according to the customer's home and not risk home.

6.15 Assets by credit rating of country groups					
Net foreign exposure		31.12.2021		31.12.2020	
Group's own Country rating	Standard & Poor's rating	Amount	Share as %	Amount	Share as %
1 - First class	AAA to AA-	18'140'665	100.0%	6'172'476	100.0%
2 - Good	A+ to A-	-	0.0%	-	0.0%
3 - Average	BBB+ to BBB-	-	0.0%	-	0.0%
4 - Speculative	BB1 to BB-	-	0.0%	-	0.0%
5 - Risk	CCC+ and lower	-	0.0%	-	0.0%
Total assets		18'140'665	100.0%	6'172'476	100.0%

6. Information on the balance sheet

6.16 Assets and liabilities by the most significant currencies						
ASSETS	CHF	USD	GBP	EUR	OTHERS	31.12.2021 (CHF)
Amounts due from banks	5'256'489	2'827'440	2'392'093	379'221	8'989	10'864'232
Amounts due from customers	1'288'551	-	-	5'562'955	-	6'851'506
Trading portfolio assets	-	-	-	6'210'894	-	6'210'894
Accrued income and prepaid expenses	767'502	460'386	359'123	-	2'773	1'589'784
Tangible fixed assets	67'305	21'564	8'681	-	-	97'550
Other assets	199'927	-	-	-	-	199'927
Total assets at 31.12.2021	7'579'774	3'309'390	2'759'897	12'153'070	11'762	25'813'893
Delivery entitlements from spot exchange, forward forex and forex options transactions	-	-	-	-	-	-
Total ASSETS	7'579'774	3'309'390	2'759'897	12'153'070	11'762	25'813'893
LIABILITIES	CHF	USD	GBP	EUR	OTHERS	31.12.2021 (CHF)
Amounts due to banks	15'339	-	-	6'291'506	-	6'306'845
Amounts due in respect of customer deposits	-	-	-	6'210'894	-	6'210'894
Accrued expenses and deferred income	710'928	232'241	481'277	7'755	39'313	1'471'514
Other liabilities	6'465	-	75'966	-	-	82'431
Provisions	294'657	-	-	-	-	294'657
Share capital	6'497'400	-	-	-	-	6'497'400
Retained earnings carried forward	5'604'669	-	-	-	-	5'604'669
Currency translation reserves	-1'870'925	-	-	-	-	-1'870'925
Profit / (Loss) for the year	-469'222	272'804	1'412'826	-	-	1'216'408
Total liabilities 31.12.2021	10'789'311	505'045	1'970'069	12'510'155	39'313	25'813'893
Delivery obligations from spot exchange, forward forex and forex options transactions	-	-	-	-	-	-
Total LIABILITIES	10'789'311	505'045	1'970'069	12'510'155	39'313	25'813'893
NET POSITION PER CURRENCY	-3'209'537	2'804'345	789'828	-357'085	-27'551	-

7. Information on the off-balance-sheet business

7.1 Contingent liabilities and contingent assets		
	31.12.2021	31.12.2020
	(CHF)	(CHF)
Guarantees to secure credit and similar	145'000	145'000
Performance guarantees and similar	-	-
Irrevocable commitments arising from documentary letter of credit	-	-
Other contingent liabilities	-	-
Total contingent liabilities	145'000	145'000

8. Information on the income statement

8.1 Result from trading activities and the fair value option		
Breakdown by business area	2021	2020
	(CHF)	(CHF)
Combinated trading operations	-32'805	-26'888
Commission income for other services	-8'583	-2'253
Total breakdown by business area	-41'388	-29'141
Breakdown by underlying risk and base on the use of fair value option		
Forex operations	-41'388	-29'141
Total breakdown by business area	-41'388	-29'141

8.2 Disclosure of material refinancing income in the item interest and discount income as well as material negative interest		
	2021	2020
	(CHF)	(CHF)
Negative interest related to asset balance sheet operations (decrease of interest and discount income)	9'933	20'607

8.3 Personnel expenses		
	2021	2020
	(CHF)	(CHF)
Salaries	3'373'480	3'338'797
Social insurance benefits	398'637	341'173
Pension scheme	231'337	199'359
Other personnel expenses	259'436	161'677
Total personnel expenses	4'262'890	4'041'006

8.4 General and administrative expenses		
	2021	2020
	(CHF)	(CHF)
Office space expenses	745'549	711'884
Expenses for information and communications technology	747'910	742'503
Fees of audit firm(s)	334'465	315'994
• of which, for financial and regulatory audits	334'465	315'994
• of which, for other services	-	-
Other operating expenses	1'812'775	1'783'295
Total General and administrative expenses	3'640'699	3'553'676

8. Information on the income statement

8.5 Material losses, extraordinary income and expenses, material releases of hidden reserves, reserves for general banking risks, and value adjustments and provisions no longer required

Extraordinary income

In 2020, there was not extraordinary income.

In 2021, there was not extraordinary income.

Extraordinary expenses

In 2020, there was no extraordinary expenses.

In 2021, there was no extraordinary expenses.

8. Information on the income statement

8.6 Operating result broken down according to domestic and foreign origin						
	<i>Domestic</i>	<i>Foreign</i>	2021 TOTAL (CHF)	<i>Domestic</i>	<i>Foreign</i>	2020 TOTAL (CHF)
Result from interest operations						
Interest and discount income	-9'931	118	-9'813	-20'486	1'587	-18'899
Interest expense	-1'740	-3'286	-5'026	-44'594	-3'630	-48'224
Subtotal net result from interest operations	-11'671	-3'168	-14'839	-65'080	-2'043	-67'123
Results from commission business and services						
Commission income from securities trading and investment activities	5'184'441	9'378'708	14'563'149	5'924'140	8'070'798	13'994'938
Commission income from other services	860'979	28'483	889'462	155'082	30'611	185'693
Commission expense	-937'989	-5'068'422	-6'006'411	-1'876'594	-3'041'711	-4'918'305
Subtotal result from commission business and services	5'107'431	4'338'769	9'446'200	4'202'628	5'059'698	9'262'326
Result from trading activities and the fair value option	-17'563	-23'825	-41'388	-15'419	-13'722	-29'141
Operating expenses						
Personnel expenses	-2'944'132	-1'318'758	-4'262'890	-2'894'781	-1'146'225	-4'041'006
General and administrative expenses	-1'864'124	-1'776'575	-3'640'699	-1'978'869	-1'574'807	-3'553'676
Subtotal operating expenses	-4'808'256	-3'095'333	-7'903'589	-4'873'650	-2'721'032	-7'594'682
Value adjustments on participations and depreciation and amortization of tangible fixed assets and intangible assets	-16'828	-23'154	-39'982	-16'206	-23'315	-39'521
Change to provisions and other value adjustments, and losses	-32'533	-	-32'533	-279'584	-	-279'584
Operating result	220'580	1'193'289	1'413'869	-1'047'311	2'299'586	1'252'275
Taxes	-17'112	-180'349	-197'461	-9'244	-5'301	-14'545
Profit / (Loss) for the year	203'468	1'012'940	1'216'408	-1'056'555	2'294'285	1'237'730

8. Information on the income statement

8.7 Current taxes		
	2021	2020
	(CHF)	(CHF)
Current taxes	197'461	14'545
Total taxes	197'461	14'545
Average tax rate weighted on pre-tax operating result	14.0%	1.2%
Baader Helvea AG did not pay income taxes due to losses carried forward.		