



**CONSOLIDATED
ANNUAL REPORT
for 2020**

according to § 22 of the Accounting Act

RECALL Group s.r.o.

With registered office at Kubatova 1240/6, 370 04
České Budějovice, ID No.: 260 36 363

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I. General information about the RECALL consolidation unit

The consolidation unit RECALL consists of the parent company RECALL s.r.o. and its subsidiary RECALL SK s.r.o. based in Slovakia. Since 2017, the parent company owns 100% of the shares in its subsidiary (from 2013 to 2017 it was 60 % business share).

Unless otherwise stated in the text below, the information in this Annual Report relates to the entire consolidation unit and the figures are in consolidated form.

Basic information about the parent company:

Business:	RECALL s.r.o.
Head quart legal form:	České Budějovice 3, Kubatova 1240/6, 370 04 České Budějovice Limited liability company
Registration:	registered in the Commercial Register kept by the Regional Court in České Budějovice Budejovice, section C, insert 10575
Enrolment day:	7 June 2001
Subject of business:	specialized retail, wholesale, intermediation of trade
Id:	26036363
Tax identification number:	CZ26036363
Statutory body:	Daniel Havner, Mgr. Daniel Havner, Daniel Havner and Radek Douda

Basic information about the subsidiary:

Business:	RECALL SK s.r.o.
Head quart legal form:	Bučany 870, Bučany 919 28 Limited liability company
Registration:	Registered in the Commercial Register at the Trnava District Court, Section Sro, Insert 30947/T
Enrolment day:	February 1, 2013
Subject of business:	purchase of goods for the purpose of its sale to the final consumer or other business companies brokerage activity
Id:	470 02 531
Tax identification number:	SK47002531
Statutory body:	Mgr. Radek Douda, Executive Director. Daniel Havner, Managing Director

II. Origin and development of the RECALL group

We are a group with a tradition since 2001. For 20 years we have been gaining experience in the mobile phone accessories business. More than 800 satisfied partners in the Czech Republic and a successfully expanding presence in Slovakia give us the motivation to continue our work, but also a sense of responsibility not to disappoint and constantly improve our products and services.

We are developers, manufacturers and distributors. Under our own brand FIXED, we are building a portfolio of innovative, value-added products. Since 2014, we have started our own production in Prostějov, where we design and produce hand-stitched cases made of quality leather in cooperation with Czech designers and Czech artists.

Innovation is key for us. We are constantly expanding our product range in important or emerging segments of mobile phone accessories.

Product quality is critical to our own FIXED brand. We strive to ensure this through both thorough testing and, most importantly, our own development and manufacturing. Precise handwork and the selection of quality materials are the basis. The production of each product is a complex process that occurs in several stages such as large-scale preparation, pressing, die-cutting, logging, sewing, gluing, ironing, etc. Each product thus passes through the hands of up to ten people and thus through multiple inspections before it is ready for shipment. A team of designers works on the development of the cases, making sure that our cases are not only practical and functional, but also modern and stylish. They therefore draw inspiration from the needs of everyday life as well as new trends. We believe that this is exactly what both our retailers and the customers themselves will appreciate.

FIXED's wide range of products can be divided into basic categories: power (power banks, cables, chargers, reducers and adapters), holders (car mounts, selfie sticks), media (headphones, headsets), emerging Smart (SMILE locators) and fashion and protection (cases, covers, covers and tempered glass. Stylish mobile phone protection is typical of the FIXED brand.

In addition to developing our own brand, we have been a distributor of important and innovative global brands such as CellularLine since the company's inception. In the Czech Republic and Slovakia, we cover distribution in the mobile phone accessories sector for chains, mobile operators, retail players and partners of the modern market. In the segment of mobile accessories for motorcyclists, we have long been a successful distributor of the Interphone brand.

In 2013, RECALL SK s.r.o. was established with its registered office in Slovakia.

Until mid-2020, this company purchased goods from the parent company and sold them to Slovak customers, from 1 July 2020 the company is mainly engaged in intermediation of trade in Slovakia for the parent company, where the goods are already delivered directly from the Czech Republic.

III. Commercial policy and information on expected future developments

Business performance is based on long-standing relationships with customers and suppliers and a quality team of employees. We are constantly discovering new opportunities for growth and opportunities for improvement in established services and processes. We are building further growth and development of the company on improving the service provided to our

customers and on innovations in our product line. We expect further growth in the coming years. However, with the growth momentum we are realizing, we are experiencing difficulty in finding new quality employees in the job market across all the positions the company fills.

In 2018, we purchased an older property in the village of Homole near České Budějovice, to which the headquarters of the parent company will be moved after complete reconstruction. This plan should be realised within approximately five years of purchase.

IV. Labour relations

The companies of the consolidation unit comply with the laws and rules applicable to labour relations and occupational safety. In 2020, 77 persons were employed. There is also a long-term focus on employee training.

V. Economic development

The year 2020 was clearly a year dominated by COVID 19 and the associated restrictions and limitations taking place not only in the Czech Republic, but around the world.

Thus, with an impact not only on our sales potential, but also on the purchasing and transport of goods.

There was a closure of production plants in China and then, after a gradual opening, a huge pressure on transport capacity from Asia, which increased transport times and made transport significantly more expensive.

In the Czech Republic, retail stores, an important distribution channel for our company, were completely closed for 5 months of the year.

Our production plant in Prostějov was also closed. And, of course, the complete closure of the Horní Chrást'any Eco Farm, both the restaurant and the guesthouse.

Anti-smoking measures have also slowed down, or completely stopped, our export activities.

But it was not only the negative consequences that the pandemic crisis brought us. It also showed the coherence of the team of the staff at of the company. Their support for each other and for the company as a whole. The willingness to make constraints and the willingness to manage the large number of changes that were necessary in response to an unexpected situation was exemplary. We at RECALL can be justly proud of our team of employees.

We have significantly improved the quality of our service in the online sales channel. We have been able to launch a large number of new products and finally, at the end of the year, we have already recorded our first successes in exports.

We have improved in our planning, in our organisation, we have used the time of closed deals to increase skills and develop people.

The difficult year has also strengthened our relationships with our customers. Mutual support and cooperation in such a difficult year has shown that our business is on a solid foundation.

Thanks to all this, we achieved an economic result that we consider to be very good. We have confirmed the validity of the investments we made in 2019, we see them gradually paying off in the increasing performance of the company.

In the financial year 1 January 2020 - 31 December 2020, the consolidation unit reported a profit before tax of CZK 5,486 thousand. The consolidated profit after tax for the year 2020 amounted to CZK 4,013 thousand (loss of CZK 373 thousand for the year 2019). Net turnover for the period 2020 amounted to CZK 255 620 thousand (for the period 2019 - CZK 579 thousand). The net profit for the 2020 period amounted to 620,620 thousand CZK (for the

2019 period: 230,615 thousand CZK).

VI. Information on expenditure on research and development activities

Our goal is to become a major designer and developer in the range of mobile phone accessories. We are looking for new designs, functional elements, building our own ecosystem of smart products that work with smartphones. Our in-house development ensures we stay well ahead of the competition. We work with external suppliers to develop new products.

VII. Information on environmental protection activities

The consolidation unit consistently complies with all legislative environmental requirements. Standard waste sorting is ensured at all workplaces and we consistently take care of environmental protection. All disposal of, for example, non-functioning or no longer saleable goods is carried out in an environmentally friendly manner through authorised companies.

VIII. Information about events after the balance sheet date

Anti-poverty measures also affected the first 5 months of 2021. Retail stores in the Czech Republic were closed until 10 May 2021. Despite this unfavourable situation, we managed to maintain our profit at the planned figures. We consider this a very good basis for the overall result in 2021.

In January 2021, a new Czech company was incorporated in the Commercial Register FIXED.zone s.r.o. (100% owned by RECALL s.r.o.), established by the deed of incorporation on 11 December 2020 and which will deal with the sale of accessories to end customers via an online shop.

Another significant development this year is the owners' decision to join the Prague Stock Exchange's START exchange this year to bring new resources into the company to help finance the development, new internal systems, exports and new product development that the company wants to build on in the future.

Of course, we will have to transform ourselves into a joint-stock company. We estimate the subscription date for the shares at the end of October and beginning of November 2021.

In České Budějovice, 30 June 2021



.....
signature of the statutory body



Independent auditor's report

on the verification of the consolidated financial statements as at 31
December 2020

companies

RECALL s. r. o.

with registered office at Kubatova 1240/6, České Budějovice 3, Postal Code 370 04, ID No. 26036363
registered in the Commercial Register at the Regional Court in České Budějovice, Section C, Insert

10575

Recipient of the report: Statutory body, General Meeting

Audited period: From 1 January 2020 to 31

December 2020 **Auditing company:** AZP CZ s.r.o.,

authorisation No. 343

Jírovcova 37, České Budějovice

Registered in the Commercial Register at the Kr. court in Č. Budejovice, section C, insert
8900, ID No. 25198751

Statutory auditor: Ing. Radka Zemanová - auditor, license no. 2291

Auditor's opinion

We have audited the accompanying consolidated financial statements of RECALL s.r.o. and its subsidiary (the "Group") prepared in accordance with Czech accounting regulations, which comprise the consolidated balance sheet as at 31 December 2020, the consolidated income statement, the consolidated cash flow statement, the consolidated statement of changes in equity for the year ended 31 December 2020 and the notes to the consolidated financial statements, which comprise a description of significant accounting policies used and other explanatory information. Details of the Group are set out in note 1 to these consolidated financial statements.

In our opinion, the consolidated financial statements give a true and fair view of the assets and liabilities of the Group as at 31 December 2020 and of its expenses, income and profit or loss for the year ended 31 December 2020 in accordance with Czech accounting regulations.

Basis for the statement

We conducted the audit in accordance with the Act on Auditors and the standards of the Chamber of Auditors of the Czech Republic for auditing, which are the International Standards on Auditing (ISA), supplemented and modified by related application clauses, where appropriate. Our responsibilities under these regulations are described in more detail in the section Auditor's Responsibilities for the Audit of the Consolidated Financial Statements. In accordance with the Act on Auditors and the Code of Ethics adopted by the Chamber of Auditors of the Czech Republic, we are independent of the Group and have fulfilled our other ethical obligations under these regulations. We believe that the evidence we have gathered provides a sufficient and appropriate basis for our opinion.

Emphasis of fact

We draw your attention to Item 4 Significant events that occurred after the balance sheet date of the notes to the consolidated financial statements describing planned changes in the company in 2021 (change of legal form, listing on the START Prague Stock Exchange). Our opinion is not modified in connection with this matter.

Other information in the consolidated annual report

In accordance with Section 2(b) of the Auditors Act, other information is information contained in the consolidated annual report other than the consolidated financial statements and our auditor's report. The statutory body (managing director) of RECALL s.r.o. is responsible for the other information.

Our opinion on the consolidated financial statements does not relate to the other information. Nevertheless, part of our responsibility in connection with our audit of the consolidated financial statements is to read the other information and assess whether the other information is materially inconsistent with the consolidated financial statements or with our knowledge of the entity obtained in the course of our audit of the consolidated financial statements or otherwise appears to be materially misstated. We also consider whether the other information has been prepared, in all material respects, in accordance with applicable law. This assessment means whether the other information complies with the legal requirements for the form and preparation of other information in the context of materiality, i.e. whether any failure to comply with those requirements would be likely to affect the judgement made

on the basis of the other information.

On the basis of the procedures carried out, to the extent that we can judge, we state that

- other information that describes the facts that are also presented in the consolidated financial statements is consistent in all material respects with the consolidated financial statements; and
- other information has been prepared in accordance with the legislation.

We are also required to state whether, based on our knowledge and understanding of the company obtained in the course of the audit, the other information is free from material misstatement. As part of those procedures, we did not identify any material misstatements in the other information received.

Responsibility of the statutory body (managing director) of RECALL s.r.o. for the consolidated financial statements

The statutory body (managing director) of RECALL s.r.o. is responsible for the preparation of consolidated financial statements that give a true and fair view in accordance with Czech accounting regulations and for such internal control as it deems necessary for the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the statutory body (chief executive officer) of RECALL s.r.o. is required to assess the Group's going concern status and, if applicable, to describe in the notes to the consolidated financial statements the matters relating to going concern and the application of the going concern assumption in preparing the consolidated financial statements, except where the statutory body (chief executive officer) plans to dissolve the Group or to wind up the Group or has no realistic alternative but to do so.

Auditor's responsibility for the audit of consolidated financial statements

Our objective is to obtain reasonable assurance about whether the consolidated financial statements taken as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high degree of assurance, but is not assurance that an audit performed in accordance with the above provisions will disclose, in all cases, any material misstatement that may exist in the consolidated financial statements. Misstatements may arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to affect the economic decisions that users of the consolidated financial statements make on the basis of those decisions.

When conducting an audit in accordance with the above regulations, it is our responsibility to exercise professional judgment and maintain professional skepticism throughout the audit. Furthermore, it is our responsibility to:

- Identify and evaluate the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures to address those risks, and obtain sufficient appropriate audit evidence to provide a basis for our opinion. The risk of not detecting a material misstatement due to fraud is greater than the risk of not detecting a material misstatement due to error because fraud may involve collusion, forgery, intentional omissions, misstatements or circumvention of internal controls.
- To obtain an understanding of the Group's internal control relevant to the audit 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 Group's internal control system.
- To assess the appropriateness of the accounting policies used, the reasonableness of the accounting estimates made and the information provided in this respect by the statutory body (managing director) of RECALL s.r.o. in the notes to the consolidated financial statements.
- To assess the appropriateness of the use of the going concern basis in the preparation of the consolidated financial statements by the statutory body (the chief executive officer) and whether, in the light of the evidence gathered, a material uncertainty exists as a result of events or conditions that may cast significant doubt about the Group's ability to continue as a going concern. If we conclude that such a material uncertainty exists, it is our responsibility to draw attention in our report to the disclosures made in this regard in the notes to the consolidated financial statements and, if the disclosures are not sufficient, to express a modified opinion. Our conclusions regarding the Group's ability to continue as a going concern are based on the evidential information we have obtained up to the date of our report. However, future events or conditions may cause the Group to lose its ability to continue as a going concern.
- Evaluate the overall presentation, disaggregation and content of the consolidated financial statements, including the notes, and whether the consolidated financial statements present the underlying transactions and events in a manner that results in a fair presentation.

- To obtain sufficient appropriate evidential information about the financial information of the entities included in the Group and about its business activities to enable an opinion to be formed on the consolidated financial statements. We are responsible for directing, supervising and performing the Group's audit. The auditor's opinion on the consolidated financial statements is our sole responsibility.
- The auditor is responsible for the management, supervision and performance of the Group's audit. The auditor's opinion on the consolidated financial statements is the sole responsibility of the auditor.

Our responsibility is to inform the statutory body (the Managing Director) of, among other things, the planned scope and timing of the audit and the significant findings we have made during the audit, including any identified material weaknesses in the internal control system.

Ing. Radka Zemanová
Managing Director-auditor
number of the authorisation for registration in the
list of auditors 2291

In České Budějovice, 26 July 2021



CONSOLIDATED BALANCE SHEET

in its entirety

towards days

31.12.2020

(in whole thousands of Kc)

RECALL s.r.o.

260 36 363

Kubatova

1240/6 Geske

Budejovice

370 04

		Free accounting period			Last time accounting period
		Gross	Correction	Netto	Netto
TOTAL ASSETS		167 904	-18 749	149 155	141 798
A. CONSIDERATIONS FOR CAPITAL ASSETS					
B. DURABLE ASSETS		34 259	-9 157	25 102	24 547
B. I.					
Intangible fixed assets		9 557	-1 589	7 968	6 107
1.	Intangible results of research and development	1 076	-480	596	868
2.	Evaluable law	2 526	-1 109	1 417	459
1.	Software	2 196	-829	1 367	354
2.	Other assessable rights	330	-280	50	105
3.	Goodwill				
4.	Other long-term intangible assets				
5.	Pledges granted for long-lived intangible assets and intangible fixed assets in progress	5 955	0	5 955	4 780
1.	Pledges granted for long-lived intangible assets	850		850	
2.	Intangible fixed assets in progress	5 105		5 105	4 780
B. II.					
Tangible fixed assets		23 376	-7 323	16 053	17 398
1.	Land and buildings	2 200	-95	2 105	2 121
1.	Land	1 920		1 920	1 920
2.	Buildings	280	-95	185	201
2.	Tangible movable things and their files	14 891	-7 228	7 663	8 500
3.	Valuation differences on acquired assets				
4.	Other tangible fixed assets	0	0	0	0
1.	Growing units of permanent crops				
2.	Adult animals and their groups				
3.	Other tangible fixed assets				
2,75*2 5.	Pledges of tangible fixed assets and tangible fixed assets in progress	6 285	0	6 285	6 777
1.	Advances on tangible fixed assets				
2.	Unfinished tangible fixed assets	6 285		6 285	6 777
B. III.					
Fixed financial assets		100	0	100	0
1.	Podfly - controlled or controlling person	100		100	
2.	Loans and loans - controlled or controlled person				
3.	Podfly - significant influence				
4.	Loans and loans - a significant impact				
5.	Other long-lasting valuable papfry and podfly				
6.	Loans and credits - ostatnf				
7.	Other long-lived financial assets	0	0	0	0
1.	Other long-term financial assets				
2.	Pledges granted for long-term financial assets				
B. IV.					
Consolidation difference and equity interests		1 226	-245	981	1 042
1.	Positive consolidacnf difference	1 226	-245	981	1 042
2.	Denied consolidacnf rozdfl				
3.	Podfly in equivalence				
C. OBSERVABLE ASSETS		130 526	-9 592	120 934	112 075
C. I.					
Resources		76 070	-9 190	66 880	65 286
1.	Material	4 337		4 337	4 361
2.	Work in progress and semi-finished products				
3.	Products and goods	61 968	-9 190	52 778	51 957
1.	Products	6 831		6 831	7 651
2.	Zbozf	55 137	-9 190	45 947	44 306
4.	Young and other animals and their groups				
5.	Advances on resources provided	9 765		9 765	8 968
C. II.					
Claims		48 582	-402	48 180	38 563
C. II. I.	Long-term claims	1 367	0	1 367	1 007

	1.	Trade receivables				
	2.	Claims - controlled or controlling person				
	3.	Receivables - significant impact				
	4.	Deferred tax claim	1 367		1 367	1 007
	5.	Receivables ostatnf	0	0	0	0
	1.	Claims on companies				
	2.	Long-term backups provided				
	3.	Mystery accounts active				
	4.	Other claims				
C. II.	2.	Short-term receivables	47 215	-402	46 813	37 556
	1.	Trade receivables	43 877	-402	43 474	32 170
	2.	Claims - controlled or controlling person				
	3.	Accounts receivable - significant impact				
	4.	Claims - ostatnf	3 338	0	3 338	5 386
	1.	Claims on companies				
	2.	Social security and health insurance				
	3.	Stat - tax claims	66		66	2 346
	4.	Short-term advances	118		118	217
	5.	Mystery accounts active				
	6.	Other claims	3 154		3 154	2 823
C. III.		Short-term financial assets	0	0	0	0
	1.	Podfly - controlled or controlling person				
	2.	Other short-term financial assets				
C. IV.		Funds	5 874	0	5 874	8 226
	1.	Funds in the treasury	600		600	434
	2.	Funds in accounts	5 274		5 274	7 792
D.		TIME DISTINCTION OF ACTIVITIES	3 119	0	3 119	5 176
	1.	Costs of the first periods	1 328		1 328	2 002
	2.	Complex costs of the first periods				
	3.	Prfstfch period prffjmy prfstfch period prfstfch	1 791		1 791	3 174

CONSOLIDATED BALANCE SHEET

in its entirety

RECALL s.r.o.

260 36 363

towards days

31.12.2020

(in whole thousands of Kc)

Kubatova 1240/6

Geske Budejovice

370 04

		Current accounting period	Last accounting period
	TOTAL LIABILITIES	149 155	141 798
A.	OWN EQUITY	28 059	19 798
A. I.	Treasury capital	200	200
1.	Treasury capital	200	200
2.	Actually podfly (-)		
3.	Changes in share capital		
A. II.	Azio and equity funds	4 322	74
1.	Azio		
2.	Capital funds	4 322	74
1.	Other capital funds	4 322	74
2.	Valuation difference on revaluation of assets and liabilities (+/-)		
3.	Valuation differences on revaluations on business corporation conversions (+/-)		
4.	Distributions from the transformation of trading corporations (+/-)		
5.	Valuation differences on changes in business corporations (+/-)		
A. III.	Funds from profit	32	32
1.	Other reserve funds	32	32
2.	Statutory and other funds	0	
A. IV.	Economic result of previous years (+/-)	19 492	20 071
1.	Undistributed profit or unreimbursed loss of previous years	19 492	20 071
2.	Other result of previous years (+/-)		
A. V.	Economic result of the current accounting period (+/-)	4 013	-579
A. V. 1.	Economic result of the current accounting period (+/-)	4 013	-579
A. V. 2.	Share of economic result in equivalence (+/-)	0	
A. V. 3.	Consolidating reserve fund	0	
A. VI.	The decision on the payment of the profit share (-)		
B. + C.	Foreign sources	119 950	120 690
B.	Reserves	28	93
1.	Provision for pensions and similar commitments		
2.	Reserve for income day		
3.	Provisions under specific legislation		
4.	Other reserves	28	93
C.	Commitments	119 922	120 597
C. I.	Long-term commitments	8 588	9 381
1.	Bonds issued	0	0
1.	Exchangeable bonds		
2.	Other bonds		
2.	Commitments to credit institutions	8 588	9 381
3.	Long-term accepted pledges		
4.	Obligations from commercial relationships		

5.	Long-term notes payable		
6.	Commitments - controlled or controlling person	0	
7.	Commitments - significant influence		
8.	Deferred tax liability		
9.	Commitments - ostatnf	0	0
1.	Commitments to companies		
2.	Passivnf accounts		
3.	Other commitments		
C. II.	Short-term commitments	111 334	111 216
1.	Bonds issued	0	0
1.	Exchangeable bonds		
2.	Other bonds		
2.	Commitments to credit institutions	74 765	70 249
3.	Short-term advances received	452	
4.	Obligations from commercial relationships	26 901	27 899
5.	Short-term notes payable		
6.	Commitments - controlled or controlling person		
7.	Commitments - significant influence		
8.	Commitments - ostatnf	9 216	13 068
1.	Commitments to companies		4 888
2.	Short-term financial assistance		
3.	Commitments to employees	2 665	2 189
4.	Social security and health insurance liabilities	1 593	1 307
5.	State - tax obligations and subsidies	4 906	4 642
6.	Passivnf accounts	50	40
7.	Other commitments	3	2
D.	TIME DIFFERENCES OF LIABILITIES	1 146	1 310
1.	Expenditure of the first period	1 146	1 310
2.	Yields of the prfstfch periods		
E	Minority equity	0	0
E. 1 .	Mensin's treasury capital		
E. 2 .	Mensin's capital funds		
E. 3 .	Mensin's profit funds including retained earnings and unreimbursed losses of the past years		
E. 4 .	Mensin's result of the economic performance of the current accounting period		

Compiled on:	Name and signature of the statutory body:	
30. 6. 2021	Mgr. Radek Doua	



CONSOLIDATED PROFIT AND LOSS ACCOUNT

in its entirety (in the species membership)

for the period of concf k
31.12.2020
(in whole thousands of Kc)

RECALL s.r.o.
260 36 363

Kubatova 1240/6
Geske Budejovice
370 04

		Current accounting period	Last accounting period
I.	Receipts from the sale of products and services	24 121	25 303
II.	Receipts for the sale of goods	222 148	196 802
A.	Performance consumption	168 940	163 379
1.	Expenditure incurred on the sale of goods	126 997	117 311
2.	Material and energy consumption	11 338	14 045
3.	Services	30 605	32 023
B.	Change in own resources (+/-)	-123	-3 608
C.	Activation (-)	0	
D.	Personal expenses	47 702	44 488
1.	Wage costs	34 896	32 329
2.	Expenditure on social security, health insurance and other costs	12 806	12 159
1.	Expenditure on social security and health insurance	12 024	11 225
2.	Other costs	782	934
E.	Value adjustments in the operating area	5 793	4 522
1.	Adjustments to the values of intangible and tangible fixed assets	3 501	2 496
1.	Adjustments to the value of intangible and tangible fixed assets - permanent	3 501	2 496
2.	Value adjustments to intangible and tangible fixed assets - temporary		
2.	Edit resource values	2 315	1 836
3.	Adjustments to receivable values	-23	190
	Determination of the positive consolidation flow	61	61
	Enhancement of the negative consolidation flow	0	
III.	Other operating revenue	7 168	7 413
1.	Proceeds from the sale of fixed assets	447	267
2.	Artisans from sold material	563	21
3.	Other traffic yields	6 158	7 125
F.	Other operating expenses	22 065	18 304
1.	Residual value of sold fixed assets	7	
2.	Residual price of the material sold	241	64
3.	Taxes and fees	309	214
4.	Operational reserves and complex costs of the first period	-65	-962
5.	Other operating costs	21 573	18 988
*	Operating result (+/-)	8 999	2 372
IV.	Proceeds from long-term financial assets - shares	0	0
1.	Subfluent yields - controlled or controlling person		
2.	The last yields from the underflow		
G.	Expenditure incurred on shares sold	0	

V.	Proceeds from other long-term financial assets	0	0
1.	Proceeds from other non-current financial assets - controlled or controlling person		
2.	Other income from other non-current financial assets		
H.	Expenditure related to other non-current financial assets	0	
VI.	Yield spells and similar yields	0	0
1.	Yield spells and similar yields - controlled or controlling person		
2.	Other yield spells and similar yields		
I.	Value adjustments and provisions in the financial area	0	
J.	Expense charges and similar costs	1 866	2 257
1.	Expense charges and similar costs - controlled or controlling person		
2.	other costs and similar costs	1 866	2 257
VII.	Other financial returns	2 183	1 097
K.	Other financial expenses	3 830	1 585
*	Financial result (+/-)	-3 513	-2 745
**	Profit before tax (+/-)	5 486	-373
L.	Income tax	1 473	206
1.	Income tax payable	1 833	489
2.	Day with income deferred (+/-)	-360	-283
**	Economic result after tax (+/-)	4 013	-579
M.	Transfer of shares in the result of the management to the companies (+/-)		
***	Economic result for the accounting period (+/-)	4 013	-579
of which	Consolidated economic result for the accounting period excluding minority sub-flows	4 013	-579
of which	Mensin's result of the economic performance of the current accounting period	0	
*	Share of economic results in equivalence	0	
****	Consolidated economic result total excluding minor sub-flows including sub-flows on the result of economic equivalence	4 013	-579
*	Net turnover for the accounting period	255 620	230 615

Compiled on:	Name and signature of the statutory body:	
30. 6. 2021	Mgr. Radek Douda	



Notes to the consolidated financial statements for 2020

Balance sheet date: 31 December 2020

Consolidated financial statements as at 30 June 2021

Data in thous. CZK, unless otherwise stated

Name of parent company: RECALL s.r.o.

1. General information

1.1. Description of the parent (consolidating) company

Company name: RECALL s.r.o.

Commercial Register: Registered in the Commercial Register of the Regional Court in České Budějovice under file number C 10575

Headquarters: 370 04 České Budějovice, Kubatova 1240/6

ID: 260 36 363

TIN: CZ26036363

Legal form: limited liability company.

Subject of activity: production, trade and services not specified in annexes 1 to 3
Trade Licensing Act

Date of incorporation: 7 June 2001

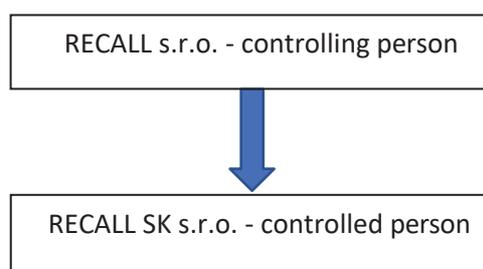
Statutory body: Daniel Havner, executive, Mgr. Radek Douda, Executive Director

Manner of acting: the managing director acts and signs on behalf of the company independently in its entirety

Registered capital: 200 000,- CZK

Natural persons holding more than 20% of the company's share capital:
Daniel Havner, 50%, Mgr. Radek Douda, 25%, Marek Havner, 25%

1.2. Organisational chart of the consolidated entity



1.3. Definition of the consolidation unit

1.3.1. Subsidiary (controlled) company included in the consolidation unit - full method Consolidation

Company name:	RECALL SK s.r.o.
Commercial Register: Section Sro, Insert	Registered in the Commercial Register at the Trnava District Court, 30947/T
Headquarters:	Bučany 870, Bučany 919 28
ID:	470 02 531
TIN:	SK47002531
Legal form:limited liability	company
Subject of activity:	purchase of goods for the purpose of its sale to the final consumer or other business companies brokerage activity
Date of incorporation:	1 February 2013
	Statutory body:Mgr.Radek Douda, Executive Director Daniel Havner, Executive Director
Ownership share:	100% owned by RECALL s.r.o.
Shareholders' equity: December 2020)	- 154 thous. EUR 154 (figure from the financial statements as at 31
Share capital:	5 thousand. EUR
Economic result 2020:	- 48 thous. EUR

Reasons for the emergence of control:

RECALL SK s.r.o. was founded by the parent company in 2013 (60% shareholding), in 2017 the parent company purchased a 40% shareholding, since 2018 the parent company holds a 100% shareholding in RECALL SK s.r.o.

1.3.2. Other companies in the Group

At the end of 2020, a new Czech legal entity FIXED.zone s.r.o. was established with its registered office at Kubatova 1240/6, České Budějovice 3, 370 04 České Budějovice (registration in the Commercial Register on 7 January 2021 - RECALL s.r.o. is 100% owner).

1.3.3. Changes in the composition of the consolidation unit in 2020, 2019, 2018 and 2017

There are no changes in 2020.

No changes in 2019. There were no changes in 2018.

In 2017, the parent company RECALL s.r.o. increased its share in the share capital of the controlled entity from 60% to 100%.

2. Accounting methods, accounting principles and valuation techniques used

The consolidated financial statements of the Group for the years 2020 and 2019 are prepared in accordance with Act No. 563/1991 Coll., on Accounting, as amended, Decree No. 500/2002 Coll., implementing certain provisions of Act No. 563/1991 Coll., and the Czech Accounting Standards for Entrepreneurs, as amended.

The accounting follows general accounting principles, in particular the historical cost convention, the historical cost convention, the time and material accounting convention, the prudence convention and the going concern basis.

Data in these consolidated financial statements are expressed in thousands of Czech crowns (CZK), unless otherwise stated.

The Controlling Person has announced consolidation rules for the consolidated financial statements for 2020.

2.1. Method of consolidation

The controlled company is included in the consolidation using the full consolidation method. The full consolidation method includes the items in the balance sheet and profit and loss account of the consolidated entities in full, after elimination, reclassification and adjustments, if any, in the balance sheet and profit and loss account of the consolidating entity.

Full consolidation method means:

1. the inclusion of the individual components of the balance sheet and profit and loss account of the controlled and controlled entities in full after reclassification and adjustments, if any, in the balance sheet and profit and loss account of the consolidating entity,

2. the elimination of accounting events between entities of the consolidated entity that reflect interrelationships,
3. the recognition of any consolidation difference and its amortisation,
4. the distribution of the equity of controlled and controlled persons and their profit or loss into the share attributable to the controlling and controlling person and the share of minority holders of equity securities and shares issued by consolidated undertakings,
5. the exclusion of equity securities and units of which the controlled and controlled person is the issuer and the equity of that person that is attributable to the excluded equity securities and units,
6. share settlement with feedback.

2.1.1. Stages of full consolidation

1. Reclassification of data for controlling and controlling persons and for controlled and controlled persons - shall be made with regard to the added items of the consolidated balance sheet and consolidated profit and loss account and their content. The adjustments shall be made in accordance with the valuation principles announced in the consolidation rules.
2. Valuation adjustments of assets and liabilities of the controlled and controlled entities - if the valuation of assets and liabilities in the accounts of the controlled entities differs significantly from the fair value, a valuation adjustment is made to the fair values of assets and liabilities at the acquisition date or the date of the increase in share capital in connection with the determination of the consolidation difference. The consolidated financial statements shall include the relevant assets and liabilities of the controlled entity at that adjusted valuation.
3. Aggregation of data from the financial statements of the controlling entity and the controlled persons - the controlling entity aggregates the reclassified and adjusted data from its financial statements with the reclassified and adjusted data from the financial statements of the controlled persons.
4. Elimination of intercompany transactions between the controlling and controlling person and the controlled and controlled entities - intercompany receivables and payables and expenses and income within the consolidating entity that have a significant effect on the status of assets, liabilities and income in the consolidated financial statements are eliminated in full. In preparing the consolidated balance sheet and consolidated profit and loss account, transactions between the controlling party and the controlled party that have a significant effect on the consolidated entity's result are eliminated, including the following: sales and purchases of inventories within the consolidated entity, sales and purchases of fixed assets within the consolidated entity, and profit shares received and paid within the consolidated entity.
5. The consolidation difference is the difference between the cost of the consolidated entity's interests and their valuation according to the consolidating entity's equity interest in the amount of equity expressed at fair value, which results from the difference between the fair values of assets and the fair values of foreign equity at the date of acquisition or at the date of further increase in interest (further acquisition of securities or interests). The acquisition date is the date on which the controlling party effectively begins to exercise control over the consolidated entity.

The consolidation difference is amortised over 20 years on a straight-line basis unless

there are reasons for a shorter amortisation period. The amortisation period chosen shall be reliably demonstrable and shall not violate the principle of a true and fair view of the subject matter of the accounts and the financial position of the entity. The amortisation of the consolidation difference shall be recognised as a separate line item in the consolidated income statement.

6. Equity allocation in the consolidated balance sheet - this means the separation of the majority interest, consisting of the sum of the equity of the controlling entity and its shares in the equity of the controlled entities, and their separation from the minority interests, i.e. the remaining shares of the other shareholders and partners of the business corporation in the equity of these consolidated entities.
7. Minority shareholders' equity - these are passive balance sheet items showing minority interests in the equity of controlled entities, broken down into shares in share capital, capital funds, profit funds, retained or undistributed profit or loss of previous years and profit or loss of the current financial year.
8. Allocation of the consolidated profit or loss for the current period - the consolidated profit or loss for the current financial year for the consolidating entity is allocated in the consolidated profit and loss account in the appropriate proportion to the consolidated profit or loss for the financial year attributable to the controlling entity and to the minority share of the profit or loss attributable to other shareholders and associates of controlled entities.
9. Settlement of Feedback Shares - Feedback Shares are settled in the consolidated financial statements according to the nature of their acquisition.

2.2. Intangible fixed assets

Intangible fixed assets are in particular intangible results of research and development, rights and software whose useful life is longer than one year and whose valuation is higher than CZK 60 thousand. CZK in each case.

Intangible fixed assets are measured at cost, which includes the cost of acquisition and related costs.

The amortisation period of the software was set at 36 months, the valuation rights (licence) at 72 months.

Technical appreciation, if it exceeded the amount of 40 thousand CZK for each individual asset in each individual modification. CZK 40,000, increases the cost of the intangible fixed asset.

Intangible fixed assets whose valuation is lower than 60 thousand PLN. CZK is accounted for directly to costs (Other services).

2.3. Tangible fixed assets

Tangible fixed assets are defined as land, buildings and tangible assets whose useful life is longer than one year and whose valuation is higher than 40 thousand CZK. CZK in a single case.

Tangible fixed assets (purchased) are valued at cost, which includes acquisition cost, transport costs, customs duty and other acquisition-related costs.

Tangible fixed assets in 2020 and 2019 are depreciated to cost over their economic useful lives or estimated useful lives. Land is not depreciated.

The cost of technical improvement of tangible fixed assets increases their cost Price. Repairs and maintenance are charged as an expense.

Depreciation

Depreciation is calculated on the basis of the cost and the estimated useful life of the relevant asset. The depreciation schedule is updated during the useful life of the property, plant and equipment based on the expected useful life.

The life expectancy is determined as follows:

	Number of years (<i>from-to</i>)
Buildings	30
Tangible movable assets and their files	3 - 10
Growing units of permanent crops	-
Adult animals and their groups	-

In the event that the inventory would reveal damage/non-use of tangible fixed assets, the valuation of which in the accounts temporarily does not correspond to their real condition, a provision would be made. In 2019 and 2020, no need for provisioning was identified.

2.4. Consolidation difference

The consolidation difference is the difference between the cost of the consolidated entity's interests and their valuation according to the consolidating entity's equity interest in the amount of equity expressed at fair value, which results from the difference between the fair values of assets and the fair values of equity at the date of acquisition or at the date of further increase in interest (further acquisition of securities or interests). The acquisition date is the date on which the controlling party effectively begins to exercise control over the consolidated entity.

The consolidation difference is amortised on a straight-line basis over 20 years. The amortisation of the consolidation difference is recognised as a separate line item in the consolidated income statement.

2.5. Funds

Cash consists of cash in hand and in bank accounts. Bank accounts with a negative balance at the balance sheet date (overdrafts) are shown as due to credit institutions in the balance sheet.

2.6. Method of valuation of inventories

Purchased inventories are valued at cost. The cost of inventories includes the cost of acquisition, including related costs (freight, duty, commissions, etc.).

Warehouse expenses are accounted for using the weighted average method.

Products are valued at cost. Own costs include direct costs incurred in production, i.e. direct materials, direct wages and, where applicable, attributable indirect costs that relate to production. Indirect costs are allocated on the basis of a time costing factor.

An allowance for slow-moving and obsolete inventories or inventories that are otherwise temporarily impaired is established based on an analysis of inventory turnover and an individual assessment of inventories.

The consolidation excludes significant transaction results for intra-group deliveries of unconsumed inventories and own-produced inventories. Deferred tax is calculated on this exclusion.

2.7. Claims

Receivables are measured at their nominal value at inception. The valuation of doubtful debts is reduced by an allowance for impairment charges to their realisable value, based on an individual assessment of each debtor and the age structure of the debts.

Assets are valued on the basis of professional estimates and calculations.

Accounts receivable and imputed assets are divided into short-term (maturity up to and including 12 months) and long-term (maturity over 12 months), with the short-term maturing within one year of the balance sheet date.

Reciprocal claims are excluded in the consolidation.

2.8. Equity

The share capital of the consolidating unit is stated at the amount recorded with the parent company and registered in the Commercial Register of the Regional Court.

Capital funds are made up of shareholders' surcharges outside the share capital. Differences arising from the translation of items of the financial statements of the subsidiary RECALL SK s.r.o. denominated in EUR into Czech currency are recognised in other capital funds.

According to the company's articles of association, a reserve fund was created on incorporation and from profits.

Other profit or loss includes differences arising from changes in accounting policies and the portion of deferred tax on first-time accounting for deferred tax that relates to prior accounting periods. It also includes adjustments due to incorrect accounting or failure to account for expenses and income in previous accounting periods, if material.

2.9. Foreign sources

Long-term and short-term liabilities are stated at their nominal values.

Reciprocal liabilities are excluded from the consolidated financial statements.

Long-term and short-term liabilities to credit institutions are stated at nominal value. Current liabilities to credit institutions include the portion of long-term liabilities to credit institutions that are due within one year of the balance sheet date.

Passive accounts are valued on the basis of professional estimates and calculations.

2.10. Leasing

The Consolidation Entity does not use any finance leases in 2020 or 2019.

The Consolidation Entity uses operating leases in 2020 and 2019. Rent payments are charged to expense on a straight-line basis over the expected lease term.

2.11. Foreign exchange operations

Assets and liabilities of the parent company acquired in foreign currencies are valued in Czech crowns (at the daily exchange rate prevailing at the date of their creation) and as at the balance sheet date, items of a monetary nature were valued at the exchange rate prevailing as at 31 December as announced by the Czech National Bank.

Realised and unrealised foreign exchange gains and losses are charged to the current year's finance income or finance costs.

The data from the financial statements of a controlled entity with its registered office in Slovakia that maintains its accounting records in a foreign currency are translated: balance sheet items at the exchange rate prevailing at the date on which the consolidated financial statements are prepared, profit and loss accounts at the average exchange rate of the CNB for the accounting period. Extraordinary or significant accounting transactions, if any, at the exchange rate prevailing at the date of the transaction. Differences arising from the translation of these figures are recognised in other capital funds.

2.12. Use of estimates

The preparation of the consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Management has determined these estimates and assumptions based on all relevant information available to it. However, as is evident from the nature of the estimates, actual values in the future may differ from these estimates.

2.13. Revenue and cost accounting

Income and expenses are accrued, i.e. to the period to which they relate both materially and temporally. Revenue is recognised when the delivery is completed or the service rendered.

2.14. Income tax

Income tax expense is calculated using the applicable tax rate on accounting profit plus or minus permanently or temporarily unrecognisable expenses and non-taxable income (e.g. creation and recognition of other provisions and valuation allowances, entertainment expenses, difference between accounting and tax depreciation, etc.). It also takes into account items reducing the tax base (donations), deductible items (tax losses, costs of R&D projects) and income tax allowances.

The deferred tax liability reflects the tax effect of temporary differences between the carrying amounts of assets and liabilities from an accounting perspective and the determination of the income tax base taking into account the period of realisation.

Deferred tax is also provided on temporary differences arising from consolidation adjustments and eliminations - significant results of operations from transactions on intra-group deliveries of unconsumed inventories are eliminated on consolidation. Deferred tax is calculated on this exclusion.

The rate used to calculate the tax due and deferred is the rate applicable in the country concerned.

2.15. Subsequent events

The impact of events that occurred between the balance sheet date and the date of the consolidated financial statements is recognised in the consolidated financial statements if those events provided additional information about the facts that existed at the balance sheet date.

Where significant events occur between the balance sheet date and the date of the consolidated financial statements that reflect events that occurred after the balance sheet date, the effects of those events are described in the notes to the consolidated financial statements but are not recognised in the consolidated financial statements.

2.16. Reserves

The companies of the consolidating unit make provisions for losses and risks when the title, amount and timing of the performance can be determined with a high degree of probability, while maintaining a material and temporal relationship. The creation of certain provisions is also required by specific legislation.

3. Notes to the Consolidated Balance Sheet and Consolidated Income Statement

3.1. Intangible fixed assets (in thousands CZK)

PURCHASE PRICE

	Initial balance	Additions	Decommissioning	Transfers Balance	Final
Intangible results of research and development	1 008	68		1 076	
Software	961	1235		2 196	
Other valuable rights	330			330	
Advances made	0	850		850	
Intangible fixed assets in progress	4 780	1 628	1 303	5 105	
Total 2020	7 079	3 781	1 303	9 557	

ADJUSTMENTS AND CORRECTIONS

	Initial balance	Depreciation	Sales, liquidation	Scrapping	Transfers	Ultimate Balance	Allowances
Intangible results of research and development	-140	-340				-480	
Software	-607	-222				-829	
Other valuable rights	-225	-55				-280	
Intangible fixed assets in progress							
Total 2020	-972	-617				-1589	

Within intangible fixed assets, the results of new product development in the amount of EUR 68 thousand were included in 2020. CZK and new software worth CZK 1,235 thousand. CZK. Intangible assets in progress recorded as at 31 December 2020 represent expenditure on the development of other new products whose development had not been completed by the end of 2020.

3.2. Tangible fixed assets (in thousands CZK)

PURCHASE PRICE

	Initial balance	Additions	Decommissioning	Transfers Balance	Final
Land	1 920			1 920	
Buildings	280			280	
Tangible movable assets and their sets (production technology, vehicles)	13 581	2 039	729	14 891	
Tangible fixed assets in progress	6 777	1 547		6 285	
Total 2020	22 558	3 586	729	23 376	

ADJUSTMENTS AND CORRECTIONS

	Initial balance	Depreciation	Decommissioning Transfers	Final	Allowances
					Balance
Buildings	-79	-16			-95
Tangible movable assets and their sets (production technology, vehicles)	-5 081	-2 876	729		-7 228
Total 2020	-5 160	-2 892	729		-7 323

In 2020, a car and a motorcycle were sold. The purchase price of this item amounted to 729 thousand EUR. CZK.

In addition, new assets were acquired - the largest item was the purchase of new cars on credit. The use of operating leases was abandoned in favour of the acquisition of cars on credit. In addition, a new mould and new kitchen equipment were purchased for the centre in Chrást'any.

Tangible assets in progress recorded as at 31.12.2020 include mainly the building in Homole acquired in 2018. This building has not yet been put into use as it is not in the condition for its intended use.

3.3. Consolidation difference

The consolidation difference arises from the purchase of a business interest in a subsidiary in 2017. This is an active consolidation difference, the amount of which was determined at the acquisition date to be

1,226 thousand. CZK. The depreciation period was set at 20 years, with straight-line depreciation. The depreciation for 2019 amounted to 61 thousand. CZK, for 2020 also CZK 61 thousand. CZK 61. The net value of the consolidation difference as at 31 December 2020 is CZK 981 thousand. CZK.

3.4. Stocks

Inventories recorded as at 31 December 2020 totalled CZK 76 070 thousand. CZK (as of 31.12.2019 they amounted to 72,162 thousand. CZK). Of this, the value of advances on inventories amounted to CZK 9,765 thousand. CZK.

Based on an assessment of the condition and marketability of inventories (e.g. damaged, slow-moving inventories), an inventory valuation allowance of EUR 9,190 thousand was made in 2020. In 2019, the provision amounted to CZK 6,876 thousand.

3.5. Claims

As at 31 December 2020, the Group recorded receivables in the amount of EUR 48 582 thousand. CZK (as at 31.12.2019 they amounted to CZK 38 987 thousand) gross - of which

long-term receivables in the amount of CZK 1 367 thousand (31.12.2019: CZK 1 367 thousand). CZK 1,367 thousand (deferred tax asset) and current receivables of CZK 47,215 thousand (deferred tax asset). CZK (gross) - these receivables consist mainly of trade receivables.

Receivables with a maturity of more than 5 years amounted to EUR 0 thousand as at 31 December 2020. CZK (as at 31 December 2019 0 thousand. CZK).

As at 31 December 2020, overdue receivables amounted to CZK 2,150 thousand. CZK 1,410 thousand as at 31 December 2019.

Allowances of EUR 402 thousand were recorded in 2020 for outstanding receivables considered doubtful on an individual assessment basis. CZK 424 thousand in 2019 (see section 3.6.).

In 2020, receivables in the total amount of EUR 17 thousand were written off to expense. CZK.

Other receivables recorded as at 31.12.2020 include mainly a receivable on account of a subsidy charged on the basis of the Decision on granting a subsidy under the Operational Programme Enterprise and Innovation for Competitiveness from 2019 - the project completion date is set to 31.12.2022.

3.6. Allowances

Changes in provisions accounts (in thousands CZK):

Allowances for:	Balance k 31. 12. 2019	Net change in 2020	Balance k 31. 12. 2020
stocks	-6 876	-2 315	-9 190
Claims	-424	-23	-402

3.7. Short-term financial assets and cash

Current financial assets at 31.12.2020 include cash in hand and in accounts.

As of 31.12.2020, an amount of EUR 5 874 thousand was recorded here. CZK 8,874 thousand (as at 31.12.2019: CZK 8,226 thousand).

The parent company has an overdraft account with Raiffeisenbank, which allows it to draw a loan of up to CZK 10,000 thousand. CZK 10,000. As at 31 December 2020, the negative balance (in accordance with the agreed credit framework) amounted to - CZK 6,311 thousand. As at 31 December 2019, the Company did not draw down the overdraft facility.

3.8. Accrual of assets

Accrued expenses mainly include insurance premiums relating to subsequent years and accruals for small tangible assets. Due to the acquisition of a larger amount of these assets, the parent company decided to accrue their cost within two years in accordance with the accounting regulations. These costs are expensed in the period to which they are materially and temporally attributable.

Accrued income mainly includes supplier bonuses settled in a subsequent accounting period and is charged to income in the period to which it is materially and temporally attributable.

3.9. Equity

The share capital of the consolidating unit consists of fully subscribed and paid-up shares in the parent company with a nominal value of 200 thousand CZK. CZK.

In the account of other capital funds, additional payments outside the share capital of the shareholders in the parent company in the amount of EUR 4,225 thousand are recorded. The difference from the translation of the financial statement data of RECALL SK s.r.o. from euro to Czech currency in the amount of CZK 23 thousand is also recorded here. CZK.

The profit for the year 2020 of the consolidation unit amounted to a profit of CZK 4,013 thousand. CZK (for the year 2019 a loss of minus 579 thousand was reported. CZK).

Distribution of the economic result 2019 - the General Meeting decided to book the economic result to the account of unpaid losses of previous years.

Distribution of the 2020 profit - part of the parent company's profit paid to the shareholders, the remaining part transferred to the Retained Earnings Account. The controlled entity generated a loss of 1,261 thousand for 2020. CZK 1,261 thousand - booked to the account of unreimbursed loss of previous years.

3.10. Reserves

Changes in reserve accounts (in thousands CZK):

Reserves	Balance k 31. 12. 2019	Net change in 2020	Balance k 31. 12. 2020
Other	93	-65	28

3.11. Long-term liabilities

As of 31 December 2020, there are no bonds issued, long-term notes payable and other long-term liabilities. For liabilities to credit institutions, see point 3.13., and for deferred tax, see point 3.15.

Liabilities with a maturity of more than 5 years (excluding liabilities to credit institutions) amounted to none as at 31 December 2020 and 31 December 2019.

3.12. Short-term liabilities

Current liabilities totalled CZK 111,334 thousand as at 31 December 2020. CZK 111,216 thousand as at 31 December 2019. These liabilities consist mainly of trade payables and payables to credit institutions in the amount of 74,765 thousand CZK. CZK.

Tax liabilities and subsidies - includes a liability for a subsidy of CZK 2 216 thousand. CZK accounted for on the basis of the Decision on granting a subsidy under the Operational Programme Enterprise and Innovation for Competitiveness from 2019 - the project completion date is set to 31.12.2022, the total amount of the subsidy amounted to 2 822 thousand CZK. The total amount of the grant was CZK 2,2 million, of which CZK 254

thousand was used in 2020. CZK 250 thousand and CZK 352 thousand in 2019. CZK.

Short-term liabilities past due as at 31.12.2020 amounted to CZK 9,256 thousand. CZK - these are liabilities due within 90 days.

3.13. Liabilities to credit institutions

		Balance 2019		Balance 2020		Due 2021
Bank	Dates/ Terms and Foreign currency	Total thousands. CZK	Amount in limit 2020 in thousand s. CZK	Amount in foreign currency in thousand s. CZK	Amount in thousand s. CZK	Amount in thousands. CZK
Revolving loans	1 - 3 months, revolving	67 000		67410	65 245	65 245
Overdraft accounts		10 000	0		6 311	6 311
Bank loans	Loan for server until 12/2022		1 111		932	370
Bank loans	VW loan until 2029		894		752	298
Bank loan	Building,		4 583		4 333	500
Bank loans	16 Automobiles credit contracts for , until 2025		5 631		5 780	2 041
Total			79 629		83 353	74 765

RECALL SK s.r.o. does not record any loans from credit institutions.

The parent company has an account with UniCredit Bank Czech Republic and Slovakia a.s., which allows it to draw a revolving credit of up to CZK 1,000 thousand. EUR 1,000 thousand and EUR 22,000 thousand. CZK 22,000 thousand and an overdraft account with Raiffeisenbank a.s., which allows it to draw a loan of up to CZK 10,000 thousand. CZK and a revolving credit up to CZK 17 000 thousand. CZK 17,000. Secured by promissory notes, receivables, inventories.

As at 31 December 2019, the parent company had not drawn down the overdraft facility. As at 31 December 2020, the negative balance of the overdraft facility (in accordance with the agreed credit facilities) was minus EUR 6,311 thousand. CZK and was shown as a short-term liability to credit institutions in the balance sheet

Liabilities under revolving credit facilities are shown as current liabilities in the balance sheet due to the constant renewal of these loans in the same amount. The loans are renewed after 1-3 months. As at 31 December 2020, the balance amounted to EUR 65 245 thousand. CZK.

Long-term bank loans are shown on the balance sheet under current liabilities - repayments in 2021, and under long-term liabilities - repayments due more than 12 months from the balance sheet date. Repayments due in 2021 amount to EUR 3 209 thousand. CZK.

In 2019, 15 new loans were added, 14 of them for cars, in 2020, 2 new loans were added, both

for cars (repayment of all car loans in 2021 CZK 2,709 thousand), end of loans in 2025, 1 loan for

the building in Homolí (repayment in 2021 CZK 500 thousand), end of the loan in 2029. The loan for the building in Homolí is secured by a promissory note and a pledge in favour of the bank recorded in the land register. The car loans are secured by a security transfer of title with a resolutive condition.

Interest expense related to liabilities to credit institutions for 2020 amounted to EUR 1,866 thousand. CZK 1,866 thousand (in 2019: CZK 2,257 thousand), of which CZK 0 thousand (in 2019: CZK 2,257 thousand) was attributable to interest on interest bearing loans. CZK 0 thousand (2019: CZK 0 thousand) was included in the cost of assets.

Guarantees issued by the bank - under the 2013 bank guarantee agreement - in the amount of 100 thous. EUR, valid until 31.12.2021, secured by promissory notes.

3.14. Accrual of liabilities

Accrued expenses mainly include utility costs and supplier bonuses, which are settled in the following accounting period up to the date of the financial statements and are charged to expenses in the period to which they are materially and temporally attributable.

3.15. Income tax

Income tax includes payable and deferred tax using the rates applicable in the respective countries. tax. For the calculation of tax payable and deferred tax

	2020	2019
Profit before tax	5 486	-373
Income tax payable	1 833	489
Income tax deferred balance	-1 367	-1 007
Change in deferred tax 2020	-360	-283

The parent company calculated deferred tax as follows (in CZK):

Deferred tax RECALL 2020 (in CZK)

Title	base	Commitment	Claim
carrying amount	11 780 981		
tax depreciation cost	9 662 731		
difference in depreciated prices	2 118 250	2 118 250	
unpaid contractual penalties 544	29 008		29 008
accounting allowances for inventories	9 160 200		9 160 200
accounting allowance for receivables	124 359		124 359
totals		2 118 250	9 313 567
overall basis			7 195 317
tax rate 19 %			19 %
deferred tax asset			1 367 110
posting		481/592	-368 356

The deferred tax (asset) calculated by the parent company in the individual financial statements was as at 31.12.2020 1 367 thous. CZK 1,367 thousand (CZK 999 thousand as at 31 December 2019).

Deferred tax arising from consolidation adjustments as at 31 December 2020 is CZK zero (31 December 2019: CZK

8 thousand. CZK - from the value of unconsumed inventories from inter-company transactions).

The total deferred tax asset of the consolidating unit as at 31 December 2020 amounts to EUR 1 367 thousand. As at 31.12.2019 it amounted to CZK 1,007 thousand. CZK.

3.16. Items not included in the balance sheet

As at 31 December 2020, the Group had no material assets and liabilities (monetary and nonmonetary in nature e.g. litigation, employee benefits, bank guarantees etc.) that are not recognised in the balance sheet or disclosed in the notes to the financial statements.

3.17. Personal costs

Breakdown of personnel costs (in thousands CZK):

	2020		2019	
	Total number of employees	Members of the management, supervisory and administrative bodies	Total number of employees	Members of the management, supervisory and administrative bodies
Average number of employees	77	4	75	4
Payroll	34 896		32 329	
Social security and health insurance	12 024		11 225	
Other	782		934	
Total personnel costs	47 702		44 488	

Remuneration to members of the management, supervisory or administrative bodies of the consolidating entity due to their function (in thousands CZK):

	2020	2019
Remuneration for members of the governing bodies	0	0
Total	0	0

Amount of accrued or agreed pension liabilities of former members of management, control or administrative bodies as at 31 December (in thousands CZK) - 0 thousand CZK CZK.

3.18. Information on related party transactions

All significant transactions between the parent and subsidiary have been eliminated in the consolidated financial statements.

3.19. Significant income statement items

Breakdown of the Group's sales of goods, products and services from ordinary activities (in thousands CZK):

	2020	2019
Sales of own products	13 405	16 320
Revenue from the sale of services	10 716	8 983
Sales of goods	222 148	196 802
Total revenue	246 269	222 105

The services item mainly represents repair costs, rent, sales costs, consultancy and legal services, commissions, subcontracting, IT services and telecommunications.

Other operating income consists mainly of compensation for damages, fines for late payments, supplier bonuses, inventory surpluses and subsidies (covid subsidy of CZK 1,716 thousand).

Other operating expenses consist mainly of contractual penalties, insurance, turnover bonuses and discounts for payments on time.

Other financial income consists mainly of foreign exchange gains.

Other financial expenses consist mainly of foreign exchange losses and banking costs.

Remuneration to the statutory auditor as at 31 December:

Services	2020	2019
Statutory audit of annual accounts and consolidated accounts	180	170
Total	180	170

3.20. Expenditure on research and development

1 675 thousand was spent on development in 2020. CZK 6,5 million - this is for the development of new products purchased from external entities.

4. Significant events that occurred after the balance sheet date

Anti-poverty measures also affected the first 5 months of 2021. Retail stores in the Czech Republic were closed until 10 May 2021. Despite this unfavourable situation, we managed to maintain our profit at the planned figures. We consider this a very good basis for the overall result in 2021.

In 2021, the parent company accepted new revolving loans from Česká spořitelna in the total amount of EUR 1 million and EUR 46 million. At the same time, revolving loans from UniCredit bank in the amount of CZK 48 million were terminated. CZK 48.

In January 2021, a new subsidiary company FIXED.zone s.r.o. was established by the deed of incorporation on 11 December 2020 and will be engaged in the sale of accessories to end customers through an online shop.

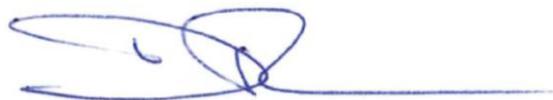
Another significant development this year is the decision of the owners of the parent company to join the START exchange of the Prague Stock Exchange this year, thus bringing new resources to the Group to help finance the development, new internal systems, exports and new product development on which the Group intends to build in the future. Of course, we will have to transform ourselves into a joint-stock company. We estimate the subscription date for the shares at the end of October and beginning of November 2021.

Compiled on:

30. 6. 2021

Name and signature

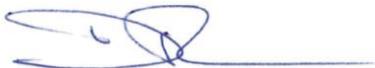
the statutory body of the company:



Annex 1 - CONSOLIDATED OVERVIEW OF PENEWED TOCs

RECALL s.r.o.
260 36 363for the period of
31.12.2020
(in whole thousands of Kc)Kubatova 1240/6
Geske Budejovice
370 04

		Current accounting period	Last accounting period
<i>Cash flows from operating activities</i>			
Z.	Economic result for ordinary activities without taxation (+/-)	5 486	-373
A. 1.	Adjustments for non-pecuniary operations	7 237	5 660
A. 1. 1.	Depreciation of fixed assets and receivables	3501	2 496
A. 1. 2.	Changing the status of corrective items	2292	2 026
A. 1. 3.	Change in reserves	-65	-961
A. 1. 4.	Zúčtování konsolidacního rozdílu	61	61
A. 1. 5.	(Gain)/loss on sale of fixed assets	-440	-267
A. 1. 6.	Acquisition costs and benefits	1866	2 257
A. 1. 7.	Share of economic results in equivalence		
A. 1. 8.	Adjustments for other non-penal operations	22	48
A *	Net cash flow from operating activities before taxes, changes in working capital, interest paid and extraordinary items	12 723	5 287
A. 2.	Change in the stock of non-monetary components of working capital	-10 852	2 724
A. 2. 1.	Change of resource status	-3909	-11 093
A. 2. 2.	Change in trade receivables	-11281	5 163
A. 2. 3.	Change in other receivables and transitional asset accounts	4105	-4 661
A. 2. 4.	Change in the status of trade payables	-1080	10 146
A. 2. 5.	Change in the status of other payables and temporary liability accounts	1313	3 169
A **	Net cash flow from operating activities before taxes, interest paid and extraordinary items	1 871	8 011
A. 3. 1.	Interest paid, excluding interest included in the valuation of fixed assets	-1866	-2 257
A. 4. 1.	Paid day of income	-1822	-3 646
A ***	Net cash flow from operating activities	-1 817	2 108
<i>Cash flows from investing activities</i>			
B. 1. 1.	Expenditure related to the purchase of fixed assets	-4042	-12 010
B. 2. 1.	Proceeds from the sale of fixed assets	447	267
B. 3. 1.	Loans and credits granted		
B. 4. 1.	Spells received		
B. 5. 1.	Receive a share of the profits		
B ***	Net cash flow related to investing activities	-3 595	-11 743
<i>Cash flows from financing activities</i>			
C. 1.	Change in the status of non-current liabilities and non-current, i.e. short-term, loans	3723	21 899
C. 2. 1.	Effects of changes in shareholders' equity on cash		
C. 2. 2.	Paid profit shares	-663	-5 003
C. 2. 3.	The effect of other changes in equity on monetary resources		
C ***	Net cash flow related to financing activities	3 060	16 896
F.	Pure increase or decrease of monetary means	-2 352	7 261
P.	Cash and cash equivalents at the beginning of the accounting period	8 226	965
R.	Cash and cash equivalents at the end of the accounting period	5 874	8 226

Compiled on:	Name and signature of the statutory body:	
30. 6. 2021	Mgr. Radek Douša	



Annex 2 - CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

RECALL s.r.o.
260 36 363

towards days
31.12.2020
Budějovice
(in whole thousands CZK)

Kubatova 1240/6
České

370 04

	Status k 31.12.2019	Increase (+)	Reduction (-)	Status k 31.12.2020
Number of shares	0			0
Share capital	200			200
Ažio	0			0
Other capital funds	74	4 248	0	4 322
Valuation differences on revaluation of assets and liabilities	0			0
Valuation differences on revaluation in business corporation conversions	0			0
Differences from business corporation conversions	0			0
Valuation differences on business corporation conversions	0			0
Other reserve funds	32			32
Statutory and other funds	0			0
Economic result of previous years	20 071		-579	19 492
Other result of previous years	0			0
Profit or loss for the current financial year	-579	4 013	579	4 013
Decision on advance payment of profit share	0			0
Total equity	19 798	8 261	0	28 059

Other capital funds - in the amount of EUR 4 225 thousand. Tk. CZK 23,000 differences from the translation of the financial statements of RECALL SK s.r.o. from EUR to CZK

Compiled on: 30. 6. 2021	Name and signature of the statutory body: Mgr. Mgr. Radek Douba 
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