

## INDEPENDENT AUDITOR'S REPORT

**To the shareholders of CEE Active Asset Management Zrt.**

### Opinion

We have audited the accompanying annual financial statements of **CEE Active Asset Management Zrt.** (hereinafter referred to as "the Company") which comprise the balance sheet as at 31 December 2021 (in which the balance sheet total is **THUF 1 741 173**, the profit after tax for the year is **THUF 12 215**, the related income statement for the year then ended, and supplementary notes, comprising significant accounting policies and other explanatory information.

In our opinion, the accompanying annual financial statements give a true and fair view of the financial position of the Company as at 31 December 2021, and of its financial performance for the year then ended in accordance with the provisions of Act C of 2000 on Accounting in force in Hungary (hereinafter referred to as "Act on Accounting").

### Basis for Opinion

We conducted our audit in accordance with Hungarian National Standards on Auditing and with applicable laws and regulations in force in Hungary. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Annual Financial Statements" section of our report.

We are independent of the Company in accordance with the applicable laws of Hungary, with the Hungarian Chamber of Auditors' Rules on ethics and professional conduct of auditors and on disciplinary process and, as well as with respect to issues not covered by these Rules, with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (the IESBA Code) and we also comply with further ethical requirements set out in these.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Key Audit Matters

Key audit matters are those matters that in our professional judgment were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole and informing our opinion thereon and we do not provide a separate opinion on these matters.

<b>Key Audit Matters</b>	<b>Audit procedures followed to address the Key Audit Matters</b>
<p>We identified as a key audit area whether the income related to investment services was accounted for in accordance with the contracts entered into with clients.</p>	<p>Regarding the settlement of income from investment services (commissions, fees) during our audit procedures</p> <ul style="list-style-type: none"> <li>- recalculations were performed;</li> <li>- we checked in a sampling procedure that the accounting of fee and commission income for the selected items is in accordance with the documents supporting the transactions and the provisions of the contracts;</li> <li>- we examined the accounting and presentation of revenues in the financial statements.</li> </ul>
<p>We have identified liabilities to customers as a key audit area. On the one hand, the examination of the existence and completeness of the client's funds appearing in the balance sheet as a liability to customers, and on the other hand the examination of the existence and completeness of the client's securities registered in the account class 0 and presented in the notes to the financial statements.</p>	<p>In the case of liabilities to clients, our audit procedures:</p> <ul style="list-style-type: none"> <li>- we examined the appropriate separation of own and customer money in financial institution accounts, the correspondence of their balances with the analytical records;</li> <li>- we examined the coverage of the liability to clients shown in the accounts by reconciling the funds in the customer accounts (audit letters from the account-holding financial institutions);</li> <li>- we requested confirmation by direct balancing with the Company's clients about the cash and securities balances of the clients registered by the Company.</li> </ul>

### **Other Information: the Business Report**

The other information comprises the business report of the Company for the year 2021. Management is responsible for the preparation of the business report in accordance with the provisions of the Act on Accounting and other relevant regulations, if any. Our opinion on the annual financial statements expressed in the "Opinion" section of our independent auditor's report does not cover the business report.

In connection with our audit of the annual financial statements, our responsibility is to read the business report and, in doing so, consider whether the business report is materially inconsistent with the annual financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If based on our work performed we conclude that the other information is materially misstated we are required to report this fact and the nature of such misstatement.

Based on the Act on Accounting, we are also responsible for assessing whether the business report has been prepared in accordance with the provisions of the Act on Accounting and other applicable legal requirements, and to express an opinion on this and on whether the business report is consistent with the annual financial statements.

In the course of fulfilling our responsibilities, in respect of forming our opinion on the 2021 business report of the Company, we have considered the following laws and regulations as providing other applicable legal requirements for the Company's business report:

Government Decree 251/2000. (XII.24.) on the specific features of the obligation of investment forms to prepare and keep annual accounts.

In our opinion, the 2021 business report of the Company is consistent, in all material respects, with the 2021 annual financial statements of the Company and the business report has been prepared in accordance with the applicable provisions of the Act on Accounting and the other applicable legal requirements as referred to above. As no other legislation imposes additional requirements on the Company for business reporting, we do not express an opinion in this regard.

We are not aware of any other material inconsistency or material misstatement in the 2021 business report of the Company, therefore, we have nothing to report in this respect.

### **Responsibilities of Management and Those Charged with Governance for the Annual Financial Statements**

Management is responsible for the preparation and fair presentation of the annual financial statements in accordance with the Act on Accounting, and for such internal control as management determines is necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, management is responsible for assessing the Company's ability to continue as a going concern and disclosing, as applicable, matters related to going concern; and management is responsible for preparing the annual financial statements on a going concern basis. Management shall apply the going concern basis of accounting unless the use of going concern principle is precluded by any provision of other applicable laws or regulations, or if any fact or circumstance prevails, which precludes the Company to continue as a going concern.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Annual Financial Statements**

Our objectives are to obtain reasonable assurance about whether the annual financial statements 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 level of assurance, but is not a guarantee that an audit conducted in accordance with Hungarian National Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial statements.

As part of an audit in accordance with Hungarian National Standards on Auditing, we exercise professional judgment and maintain professional scepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the annual financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis in the preparation of the annual financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies, if any, in internal control that we identify during our audit.

We declare to those charged with management that we have fulfilled the relevant ethical requirements for independence and communicate to them all relationships and other matters that

are reasonably expected to affect our independence and if applicable, related precautionary measures.

Among the matters communicated to those charged with management we identify those that were the most significant matters in the audit of the current period's separate financial statements and, therefore, key audit matters. We address these issues in our auditor's report unless law or regulation precludes public disclosure of the issue or, in extremely rare circumstances, we determine that an issue cannot be communicated in the auditor's report because of reasonable expectations its adverse consequences would be more serious than the public interest benefits of communication.

### **Report on other legal and regulatory requirements**

In accordance with Article 10 (2) of Regulation (EU) No 537/2014 of the European Parliament and of the Council, we make the following statements in our independent auditor's report in addition to the reporting obligations required by the Hungarian National Auditing Standards:

#### Appointment of the auditor and duration of the mandate

At the General Meeting of the Company held on 16 December 2020, we were elected as the auditor of the Company. Our audit engagement covers an uninterrupted 2 years period from the financial year ended December 31, 2020 to the financial year ended December 31, 2021.

#### Consistency between the auditor's report and the supplementary report addressed to the Supervisory Committee

We confirm that our audit opinion on the annual report contained in this auditor's report is consistent with the supplementary report to the Company's Supervisory Committee issued on the same date as this auditor's report in accordance with Article 11 of Regulation (EU) No 537/2014 of the European Parliament and Council.

#### The provision of additional non-audit services

We declare that we have not provided the Company with any of the prohibited non-audit services described in Article 5 (1) of Regulation (EU) No 537/2014 of the European Parliament and of the Council. In addition, we declare that we have not provided any other non-audit services to the Company that are not included in the annual report.

We have secured a full audit of our independence from the Company.

Budapest, 31. May 2022



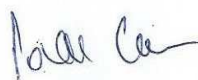
**dr. Dezső Sugár**

executive director

**K-E-S AUDIT Kft.**

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**Emese Tatar**

statutory auditor

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