



**UMS United Medical Systems International AG i. L.**

**Financial Report May 1 to October 31, 2017**

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## Key Indicators

		May 1 to October 31, 2017	May 1 to October 31, 2016
Earnings per share	€	0.00	0.00
		October 31, 2017	October 31, 2016
Number of employees		1	1
Net financial position	mill. €	1.5	2.0
Total equity	mill. €	2.4	2.4
Outstanding Shares	in k.	4,282	4,282
Market Capitalisation	mill. €	1.9	2.1

## Financial Calendar

December 11, 2017	Annual Shareholders Meeting, Hamt
December 11, 2017	Analyst Conference, Hamburg
December 14, 2017	6- Month Report 2017 / 2018

## **Letter to the Shareholders**

Dear Shareholders:

Our lawsuit against our former tax advisors, Ebner Stolz, is not yet over, having gone on to another round. After the appeal court found for us on all points and refused to allow Ebner Stolz to appeal the decision, Ebner Stolz filed a petition complaining of failure to grant leave to appeal with the Federal Court of Justice in Karlsruhe. That Court has informed us that it will deal with the petition in early March of next year. Our lawyers assume that the Court will rule in our favor, at which point the ruling will be final, binding and unappealable.

In our opposition proceedings against the orders resulting from the external sales tax audit, we now expect the appeals office to respond to our objection in the foreseeable future. As soon as we have received an answer and are able to enter into discussions with the appeals office, we will be able to give more specific information about the completion of the liquidation.

Until then we will continue to endeavor to keep the costs of the liquidation as low as possible.

I would like to express my thanks to everyone for their hard work and for their trust and support in the first half of the new liquidation year.

Signed Jørgen Madsen

Liquidator

## **Interim Management Report**

### **Results of Operations**

As in the first half of 2016-2017, we did not incur any significant expenses in the past half year that were not covered by the provision created for liquidation expenses.

### **Financial Condition and Assets and Liabilities**

The other assets of €1,272k (prior year: €1,220k) primarily relate to claims against the tax authorities resulting from the decisions of August 2016 in connection with the ongoing external sales tax audit. The company still assumes that it was in prior years and currently is entitled to deduct input tax during the period being audited. Accordingly, the company filed an objection to the preliminary decisions and showed the amounts refunded to the tax authorities for input tax plus interest under other assets. In keeping with the provision for the liquidations and the input taxes paid in the past half year, the bank balances fell by €229k and now amount to €1,533k. Other provisions and trade payables decreased by €201k. Equity amounted to EUR 2.4 million, down from EUR 14.8 million at the beginning of the half year. Equity remains unchanged at €2.4 million. That corresponds to an equity ratio of 86%, down from 80% at the beginning of the quarter.

### **Report on Risks and Opportunities, Forecast**

The Company is not aware of any matters that would result in a change in the material forecasts and other statements made in the last management report on the progress of the liquidation of the Company during the current fiscal year. The statements on risks and opportunities in the liquidation made in the annual report for the liquidation year from May 1, 2016 to April 30, 2017 remain unchanged. In particular, because of the two ongoing proceedings, the duration of the liquidation and the amount of the final distribution remain uncertain

**UMS United Medical Systems International AG i.L., Hamburg**  
**Balance Sheet as of October 31, and April 30, 2017**

<b>ASSETS</b>	<b>31.10.2017</b>	<b>30.04.2017</b>
	<b>€</b>	<b>€</b>
<b>A. Non-current assets</b>		
<b>Tangible Assets</b>		
Other Equipment	0,00	45,86
	<b>0,00</b>	<b>45,86</b>
<b>B. Current Assets</b>		
<b>I. Receivables Trade and other Receivables</b>		
Other Receivables thereof due after more than one year € 21,909.76 (PY € 21,909.76)	1.272.124,33	1.244.033,11
	<b>1.272.124,33</b>	<b>1.244.033,11</b>
<b>II. Cash, Cash in Banks</b>	1.533.184,48	1.761.700,71
	<b>1.533.184,48</b>	<b>1.761.700,71</b>
<b>C. Deferred Charges and Prepaid Expenses</b>	14.176,04	14.176,04
	<b>14.176,04</b>	<b>14.176,04</b>
	<b>2.819.484,85</b>	<b>3.019.955,72</b>

**UMS United Medical Systems International AG i.L., Hamburg**  
**Balance Sheet as of October 31, and April 30, 2017**

EQUITY AND LIABILITIES		31.10.2017	30.04.2017
		€	€
<b>A. Equity</b>			
<b>I. Common Stock</b>	Share Capital	6.016.261,00	6.016.261,00
	Treasury Shares	601.426,56	601.426,56
		<u>5.414.834,44</u>	<u>5.414.834,44</u>
<b>II. Distribution on expected Liquidation Proceed</b>		-1.297.622,28	-1.297.622,28
<b>III. Accumulated loss</b>		-1.698.812,66	-1.698.766,80
		<b>2.418.399,50</b>	<b>2.418.445,36</b>
<b>B. Provisions and Accruals</b>			
	Other Accruals	396.109,96	597.825,84
		<b>396.109,96</b>	<b>597.825,84</b>
<b>C. Liabilities</b>			
	Trade Accounts payables thereof due within one year € 4,975.39 (PY € 3,684.52)	4.975,39	3.684,52
		<u>4.975,39</u>	<u>3.684,52</u>
		<b>2.819.484,85</b>	<b>3.019.955,72</b>

**UMS United Medical Systems International AG i.L., Hamburg**  
**Income Statement for the Period from May 1 to October 31, 2017**

	May 1 to October 31, 2017 €	May 1 to October 31, 2016 €
1. General and Administrative Expenses	-45,86	-178,80
2. Other operating Income	0,00	0,00
3. Other operating Expenses	0,00	-0,10
4. Interest and similar Income	0,00	5.953,33
5. Result from ordinary Operations	-45,86	5.774,43
<b>6. Loss/ Profit for the Period</b>	<b>-45,86</b>	<b>5.774,43</b>
7. Loss carried forward	-1.698.766,80	-1.704.362,43
<b>8. Accumulated loss</b>	<b>-1.698.812,66</b>	<b>-1.698.588,00</b>

UMS United Medical Systems International AG i.L., Hamburg  
**Cash Flow Statement**  
for the Period from May 1, to October 31, 2017

	May 1, till October 31, 2017 €	May 1, till October 31, 2016 €
<b>Loss/ Profit for the Period</b>	<b>-46</b>	<b>5.774</b>
<b>Adjustment to reconcile profit for the year to net cash flows:</b>		
.Depreciation	46	179
<b>Working Capital adjustments:</b>		
Increase(-)/Decrease(+) in Prepaid expenses and other current assets	-28.091	-770.274
Increase(+)/Decrease(-) in trade payables	1.291	-2.740
Increase(+)/Decrease(-) in other accrued expenses and current liabilities	-201.716	-267.172
<b>= Net cash provided by operating activities</b>	<b>-228.516</b>	<b>-1.034.233</b>
<b>= Net cash used for investing activities</b>	<b>0</b>	<b>0</b>
Dividends paid to equity holders of the parent	0	-12.417.971
<b>= Net cash used in financing activities</b>	<b>0</b>	<b>-12.417.971</b>
<b>Net increase/decrease in cash and cash equivalents</b>	<b>-228.516</b>	<b>-13.452.204</b>
+ Cash and cash equivalents at beginning of the period	15.402.382	16.016.782
= Cash and cash equivalents at end of period	1.533.184	1.950.178
<b>Additional information on cash flows</b>		
Payments for interest	0	0
Proceeds from interest	0	5.953
Payments for taxes on income	0	0

UMS United Medical Systems International AG i. L., Hamburg  
Statement of Changes in Equity

	Share Capital €	Own Shares €	Additional Paid-in Capital €	Distribution on expected Liquidation Proceed €	Accumulated deficit €	Total Equity €
<b>Balance May 1, 2016</b>	<b>6.016.261</b>	<b>601.427</b>	<b>11.120.349</b>	<b>0</b>	<b>-1.704.362</b>	<b>14.830.821</b>
Distribution to Shareholders			-11.120.349	-1.297.622		-12.417.971
Comprehensive Income					5.774	5.774
<b>Balance October 31, 2016</b>	<b>6.016.261</b>	<b>601.427</b>	<b>0</b>	<b>0</b>	<b>-1.698.588</b>	<b>2.418.624</b>
<b>Balance May 1, 2017</b>	<b>6.016.261</b>	<b>601.427</b>	<b>0</b>	<b>-1.297.622</b>	<b>-1.698.767</b>	<b>2.418.445</b>
Comprehensive Income					-46	-46
<b>Balance October 31, 2017</b>	<b>6.016.261</b>	<b>601.427</b>	<b>0</b>	<b>-1.297.622</b>	<b>-1.698.813</b>	<b>2.418.400</b>

## Notes

### Accounting Principles

Like the annual report for the period from May 1, 2016 to April 30, 2017, the half year report at October 31, 2017, was prepared in accordance with the statutory provisions. The Company is capital market oriented within the meaning of § 264d of the German Commercial Code and is therefore considered a large corporation under § 267(3) of the German Commercial Code.

The following information should be read in conjunction with the audited financial statements for the short fiscal year, the notes and the management report at April 30, 2017 contained in our annual report.

The accounting principles explained in the notes to the annual financial statements for the short fiscal year ended April 30, 2017 were used to prepare this report. The figures in the last published balance sheet at April 30, 2017 were used as comparable for the balance sheet. Figures in the last published reporting period (from May 1, 2016 to October 31, 2016) were used as comparable for the income statement, statement of cash flows and the statement of changes in equity.

### Events after the balance sheet date

There were no events that could have a material effect on the Company's assets, financial position or earnings and would thus have to be reported.

### Shares held by members of the governing bodies

	<b>Number of Shares held</b>	
	<b><u>directly</u></b>	<b><u>indirectly</u></b>
<b>CEO / Liquidator</b>		
Jorgen Madsen	320.965	
<b>Supervisory Board</b>		
Wolfgang Biedermann		269.667
Dr. h.c. Norbert Heske	33.084	33.084

## **Legal Notice**

### **Forward-looking statements**

This report contains forward-looking statements. These statements are based on current estimates and currently available information. They are not guarantees of future performance, involve certain risks and uncertainties that are difficult to predict and are based upon assumptions as to future events that may not be accurate. Many factors could cause the actual results, performance or achievements of UMS AG to be materially different from those that may be expressed or implied by such statements. We do not assume any obligation to update the forward-looking statements contained in this report.

### **Variations for technical reasons**

For technical reasons (e.g. conversion of technical formats) there may be variations between the accounting documents contained in the financial statements and management report and those submitted to the electronic Federal Gazette (*Bundesanzeiger*). In this case, the version submitted to the electronic Federal Gazette shall be binding.

### **Contact**

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