InFin Innovative Finance AG
(until 2 August 2016: Cashcloud AG)
Basel/Switzerland
Semi-annual financial statements
for the half-year ended 30 June 2016
### Balance Sheets as of 30 June 2016

<table>
<thead>
<tr>
<th>Date</th>
<th>CHF</th>
<th>CHF</th>
</tr>
</thead>
<tbody>
<tr>
<td>30.06.2016</td>
<td></td>
<td></td>
</tr>
<tr>
<td>31.12.2015</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

#### Current Assets:

- **Cash and cash equivalents**: 25'164.93 | 25'058.64
- **Receivables from related parties**: 0.00 | 16'077.40
- **Other current receivables**: 33'543.60 | 15'172.61

**Total Current Assets**: 58'708.53 | 56'308.65

#### Non-current assets:

- **Financial Assets**:
  - Loans to group companies: 8'882'033.88 | 7'872'923.66
  - Investments: 510'057.02 | 510'058.02

**Total Financial Assets**: 9'392'090.90 | 8'382'981.68

#### Current Liabilities:

- **Other Interest bearing liabilities**:
  - towards third parties: 758'758.00 | 0.00
  - towards shareholders: 992'008.77 | 179'635.24

**Total Current Liabilities**: 2'083'243.02 | 589'918.05

#### Equity:

- **Share capital (par value 0.20 CHF)**: 2'520'360.00 | 2'477'500.00
- **Legal reserves from capital contribution**: 8'112'017.24 | 8'112'017.24
- **Accumulated deficit**: -2'740'144.96 | -853'598.02
- **Loss for the period**: -524'675.87 | -1'886'546.94

**Total Equity**: 7'367'556.41 | 7'849'372.28

#### Total Assets and Liabilities:

**Total Assets and Liabilities**: 9'450'799.43 | 8'439'290.33
### Income statement for the period 1 January – 30 June 2016

<table>
<thead>
<tr>
<th></th>
<th>01.01. - 30.06.2016 (CHF)</th>
<th>01.01. - 30.06.2015 (CHF)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenues</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Other income</td>
<td>5'453,75</td>
<td>0,00</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total operating costs</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounting, legal and advisory services</td>
<td>188'867,14</td>
<td>389'861,07</td>
</tr>
<tr>
<td>Office and administrative expenses</td>
<td>308'035,03</td>
<td>139'434,00</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Operating result before depreciation and amortisation, financial result taxes</strong></td>
<td>-491'448,42</td>
<td>-529'295,07</td>
</tr>
<tr>
<td>Depreciation</td>
<td>0,00</td>
<td>28'671,62</td>
</tr>
<tr>
<td>Valuation allowance</td>
<td>0,00</td>
<td>0,00</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Earnings before interest and tax</strong></td>
<td>-491'448,42</td>
<td>-557'966,69</td>
</tr>
<tr>
<td>Financial result</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Financial income</td>
<td>19'221,84</td>
<td>2'821,82</td>
</tr>
<tr>
<td>Financial expense</td>
<td>-50'449,29</td>
<td>-792'368,42</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Net loss before tax</strong></td>
<td>-522'675,87</td>
<td>-1'347'513,29</td>
</tr>
<tr>
<td>Taxes</td>
<td>2'000,00</td>
<td>0,00</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>NET LOSS</strong></td>
<td>-524'675,87</td>
<td>-1'347'513,29</td>
</tr>
</tbody>
</table>

InFin Innovative Finance AG, Basel

(.until 2 August 2016: Cashcloud AG)

InFin Innovative Finance AG, Basel/Switzerland
1. **General information:**

These financial statements were authorised for issue by the Board of Directors on 26 August 2016. These financial statements have not been audited.

The members of the Board of Directors in the respective period were Moritz Hunzinger (as chairman), Peter Heinz and Rainer Maurice Wunderlin (Member of the Board of Directors until 22 April 2016).

InFin Innovative Finance AG (formerly until 2 August 2016: Cashcloud AG), Basel/Switzerland is hereinafter also referred to as the “Company”. The Company including its subsidiary is hereinafter also referred to as the “Cashcloud Group” or the “Group”.

2. **Accounting Principles:**

2.1. **General:**

These annual financial statements have been prepared in accordance with Swiss law. The methods and accounting policies used for the financial statements meet the requirements of the Swiss law under art. 957 ff. OR. The prior year figures have been adjusted accordingly.

In addition to these annual financial statements, the Company has set up consolidated financial statements for the Cashcloud Group which have been prepared in accordance with International Financial Reporting Standards, International Accounting Standards and Interpretations (collectively IFRSs) as issued by the International Accounting Standards Board (IASB).

Therefore the Board of Directors have refrained from setting up a statement of cash flows for the single financial statements and the disclosure of additional notes in accordance with art. 961d of the Swiss Code of Obligation. The management report of the Board of Directors in accordance with art. 961c is published separately.

2.2. **Going concern basis of accounting:**

The financial statements have been prepared on a going concern basis, which assumes that the Company will be able to meet mandatory repayment terms of the Companies’ debt facilities and other liabilities, including the corresponding funding of the subsidiaries.

Based on the decision of the general shareholders’ meeting of 2 August 2016 to sell the operative business (i.e. the shares in Cashcloud S.A, Luxembourg) the former operative funding requirements do not apply any more in the next future. Considering the purchase price for the sold assets, the Company should have sufficient liquidity for the foreseeable future, at least for the next 6 – 12 month.

3. **Explanatory notes to the financial statements:**

3.1. **Functional currency**

The financial statements have been prepared in CHF, which represents the functional currency of the Company.

Assets and liabilities in currencies other than CHF have been revalued as of and of year with the closing exchange rates.
4. **Employees:**
The Company has no employees.

5. **Investments and subsidiaries:**

<table>
<thead>
<tr>
<th></th>
<th>Capital share/voting share End of period</th>
<th>Capital share/voting share End of previous year</th>
<th>Book value 30.06.2016</th>
<th>Book value 31.12.2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cashcloud Deutschland GmbH, Darmstadt/Germany</td>
<td>---</td>
<td>---</td>
<td>---</td>
<td>CHF 1</td>
</tr>
<tr>
<td>Cashcloud Technology Services S.R.L., Sibiu/Romania</td>
<td>100%</td>
<td>100%</td>
<td>CHF 57</td>
<td>CHF 57</td>
</tr>
<tr>
<td>Cashcloud S.A., Luxembourg/Luxembourg</td>
<td>100%</td>
<td>100%</td>
<td>CHF 510’000</td>
<td>CHF 510’000</td>
</tr>
</tbody>
</table>

The investments and loans to the subsidiaries are recorded at acquisition and nominal value, respectively. Such value might differ from the actual equity value of the various subsidiaries. The Board of directors refrains from an impairment and devaluation, since based on the business plan of the Group, the estimated fair value attributable to those companies exceeds the stated book values.

The shares in Cashcloud Deutschland GmbH were sold in the respective period. The German operations were moved to Cashcloud S.A.

6. **Treasury shares:**
The Company nor its subsidiaries hold treasury shares in the Company.

The Company nor its subsidiaries have acquired or sold treasury shares within the respective period.

7. **Rent an leasing liabilities:**
The Company has neither off-balance sheet leasing obligations nor long and fixed-term rental contracts.

8. **Liabilities towards pension funds:**
The Company has no liabilities to pension funds.

9. **Contingent liabilities in favour of third parties:**
The Company has no contingent liabilities in favour of third parties.

10. **Assets pledged or assigned to secure own liabilities / assets under reservation of title:**
The Company has not pledged or assigned to secure own liabilities nor has the Company any assets under reservation of a title.

11. **Contingent Liabilities:**
The Company has no contingent liabilities.
12. **Participation rights of the management or employees:**

During 2013, the Company introduced an equity-settled share option program that entitles certain employees of the Cashcloud Group to purchase shares in the Company. In accordance with this program, holders of vested options are entitled to purchase shares at an exercise price of CHF 0.20.

Under the program, beneficiaries receive the right to have a total maximum of share options issued in three tranches:

<table>
<thead>
<tr>
<th>Tranche</th>
<th>Performance Period</th>
<th>Issue Date</th>
<th>Share options issued</th>
<th>Share options outstanding as of 30 June 2016</th>
<th>Contractual life of options</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>1 January – 31 December 2013</td>
<td>15 Feb 2014</td>
<td>106'500</td>
<td>---</td>
<td>2 years from scheduled Issue Date (15 Feb 2016)</td>
</tr>
<tr>
<td>2</td>
<td>1 January – 31 December 2014</td>
<td>15 Feb 2015</td>
<td>89'400</td>
<td>17'550</td>
<td>2 years from scheduled issue date (15 Feb 2017)</td>
</tr>
<tr>
<td>3</td>
<td>1 January – 31 December 2015</td>
<td>15 Feb 2016</td>
<td>179'120</td>
<td>109'420</td>
<td>1 year from scheduled issue date (15 Feb 2017)</td>
</tr>
</tbody>
</table>

All outstanding option at 30 June 2016 had an exercise price of CHF 0.20. The options have a contractual life of 0.6 years.

Based on the actual Target achievement determined for the third Tranche of this program (relating to the 2015 Performance Period), 179’120 share options were issued in January 2016.

The 106’500 Option of Tranche 1 have been exercised in August 2015 and shares were delivered in May 2016. Further 107’800 options of Tranches 2+3 have been exercised in February 2016; deliverance of the shares was executed as of 19.06.2016.

13. **Extraordinary result:**

The Company does not have extraordinary income or expenses in the respective period.

14. **Supplementary Information for companies with listed shares:**

14.1. **Remuneration Report according to Art. 663b\textsuperscript{bis} OR:**

The Company issues a Remuneration Report (Vergütungsbericht) according to Art. 663b\textsuperscript{bis} OR on an annual basis.

14.2. **Mayor shareholdings according Art. 663c OR:**

According to the knowledge of the Company, the main shareholders as of 30 June 2016 were as follows (based on 12’601’800 shares):

- SPP Capital AG: 52,4%
- Foresight Foundation: 17,7%
- Freefloat (<5% shareholdings): 29,9%

The members of the Board of Directors do not control the voting shares of the Company as of 30 June 2016.

15. **Events after the balance sheet date:**

- The Frankfurt Stock Exchange decided on 27.05.2016 to suspend trading. The reasons were not provided by the Frankfurt Stock Exchange. The trading has not been reopened for the time being.
• For safeguarding the future of Cashcloud AG, in the general shareholders’ meeting on 2 August 2016 the restructuring of the Company has been decided: based on an independent enterprise valuation the operating business (i.e. the shares in Cashcloud S.A, Luxembourg) shall be sold and transferred to an independent investors group which grants the necessary capital for both, the continuation of the operative business and the settlement of the Company’s remaining liabilities.

Further statutory disclosures in accordance with article 959c and Art. 961a of the Swiss Code of Obligations are not required.

InFin Innovative Finance AG, Basel
26 August 2016