



UMS United Medical Systems International AG i. L.

Financial Report May 1, 2017 to January 31, 2018

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Key Indicators

		May 1, 2017 to January 31, 2018	May 1, 2016 to January 31, 2017
Earnings per share	€	0,00	0,00
		January 31, 2018	January 31, 2017
Number of employees		1	1
Net financial position	mill. €	1,4	1,8
Total equity	mill. €	2,4	2,4
Outstanding Shares	in k.	4.282	4.282
Market Capitalisation	mill. €	1,8	1,8

Financial Calendar

March 14, 2018

9- Month Report 2017 / 2018

Letter to the Shareholders

Dear Shareholders,

shortly after the end of the third quarter of the current fiscal year, the Tax Office decided on our objection in the special VAT audit, finding that we were completely in the right. They therefore refunded us EUR 1.3 million of input tax paid back or not reimbursed plus interest. An important part of the liquidation has thus been successfully completed.

The petition for failure to grant leave to appeal the judgment of the Hamburg Court of Appeals, which was filed by our former tax consultant Ebner Stolz Mönning with the Federal Court of Justice (BGH) has been reviewed by a judge on the Court since March 8. Here too, we assume that the Federal Supreme Court will reach a decision in our favor in April, which would mean that the ruling would then be finally final and absolute.

We are therefore in the home stretch of liquidation and will naturally continue to try to keep the costs of liquidation as low as possible until the very end.

I would like to thank everyone for the work they have done and for their confidence and support in the first nine months of the current liquidation year.

Signed Jørgen Madsen

Liquidator

Results of operations

As in the first nine month of 2016 / 2017, no significant expenses were incurred in the nine month of the year that were not covered by the provision set up for liquidation expenses.

Assets and Financial Position

The other assets of EUR 1,286 thousand or 30 cents per share (previous year: EUR 1,244 thousand or 29 cents per share) relate primarily to receivables from the tax authorities arising from the decisions of August 2016 based on the ongoing external VAT audit. On February 15th, our objection in the special VAT audit were completely decided in our favor. Based on this decision, TEUR 1,328 have been reimbursed by the tax office. In accordance with the provisions for liquidation and the pre-taxes paid in the past nine months, which have not been reimbursed as of January 31st, bank balances have decreased by TEUR 333.8 per share and now amount to TEUR 1,429 or 33 cents per share. Other provisions and trade payables decreased by EUR 291 thousand, 7 cents per share. Shareholders' equity remains unchanged at EUR 2,418 thousand or 56 cents per share.

Report on Risks and Opportunities, Forecast

The company has no knowledge that would lead to a change in the material forecasts and other statements made in the last management report regarding the course of the liquidation of the company in the current financial year. The statements made in the annual report for the liquidation year from 1 May 2016 to 30 April 2017 on the opportunities and risks in liquidation remain unchanged. In particular, the duration of the liquidation and the amount of the final distribution remain uncertain due to the two ongoing proceedings.

UMS United Medical Systems International AG i.L., Hamburg
Balance Sheet as of January 31 2018, and April 30, 2017

ASSETS	31.01.2018	30.04.2017
	€	€
A. Non-current assets		
Tangible Assets		
Other Equipment	0,00	45,86
	0,00	45,86
B. Current Assets		
I. Receivables Trade and other Receivables		
Other Receivables	1.285.877,70	1.244.033,11
thereof due after more than one year		
€ 21,909.76 (PY € 21,909.76)		
	1.285.877,70	1.244.033,11
II. Cash, Cash in Banks	1.428.612,08	1.761.700,71
	1.428.612,08	1.761.700,71
C. Deferred Charges and Prepaid Expenses	14.176,04	14.176,04
	14.176,04	14.176,04
	2.728.665,82	3.019.955,72

UMS United Medical Systems International AG i.L., Hamburg
Balance Sheet as of January 31 2018, and April 30, 2017

EQUITY AND LIABILITIES		31.01.2018	30.04.2017
		€	€
A. Equity			
I. Common Stock	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>
II. Distribution on expected Liquidation Proceed		-1.297.622,28	-1.297.622,28
III. Accumulated loss		<u>-1.698.812,66</u>	<u>-1.698.766,80</u>
		2.418.399,50	2.418.445,36
B. Provisions and Accruals			
	Other Accruals	295.524,05	597.825,84
		<u>295.524,05</u>	<u>597.825,84</u>
C. Liabilities			
	Trade Accounts payables thereof due within one year € 14,742.27 (PY € 3,684.52)	14.742,27	3.684,52
		<u>14.742,27</u>	<u>3.684,52</u>
		<u>2.728.665,82</u>	<u>3.019.955,72</u>

UMS United Medical Systems International AG i.L., Hamburg
Income Statement for the Period from May 1 2017 to January 31, 2018

	May 1, 2017 to January 31, 2018	May 1, 2016 to January 31, 2017
	€	€
4. General and Administrative Expenses	-45,86	-268,20
5. Other operating Income	0,00	0,00
6. Other operating Expenses	0,00	-0,09
7. Interest and similar Income	0,00	5.953,33
9. Result from ordinary Operations	-45,86	5.685,04
10. Profit for the Period	-45,86	5.685,04
11. Loss carried forward	-1.698.766,80	-1.590.631,14
13. Accumulated loss	-1.698.812,66	-1.584.946,10

UMS United Medical Systems International AG i.L., Hamburg
Cash Flow Statement
for the Period from May 1, 2017 to January 31, 2018

	May 1, 2017 to January 31, 2018 €	May 1, 2016 to January 31, 2017 €
Profit for the Period	-46	5.685
Adjustment to reconcile profit for the year to net cash flows:		
„Depreciation	46	268
Working Capital adjustments:		
Increase(-)/Decrease(+) in Prepaid expenses and other current assets	-41.845	-784.417
Increase(+)/Decrease(-) in trade payables	11.058	-7.570
Increase(+)/Decrease(-) in other accrued expenses and current liabilities	-302.302	-360.575
= Net cash provided by operating activities	-333.089	-1.146.608
= Net cash used for investing activities	0	0
Dividends paid to equity holders of the parent	0	-12.417.971
= Net cash used in financing activities	0	-12.417.971
Net increase/decrease in cash and cash equivalents	-333.089	-13.564.579
+ Cash and cash equivalents at beginning of the period	1.761.701	16.016.782
= Cash and cash equivalents at end of period	1.428.612	1.837.803
Additional information on cash flows		
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 €
Balance May 1, 2016	6.016.261	601.427	11.120.349	0	-1.704.362	14.830.821
Distribution to Shareholders			-11.120.349	-1.297.622		-12.417.971
Comprehensive Income					5.685	5.685
Balance January 31, 2017	6.016.261	601.427	0	0	-1.698.677	2.418.535
Balance May 1, 2017	6.016.261	601.427	0	-1.297.622	-1.698.767	2.418.445
Comprehensive Income					-46	-46
Balance January 31, 2018	6.016.261	601.427	0	-1.297.622	-1.698.813	2.418.400

Notes

Accounting Principles

Like the annual report for the period from May 1, 2016 to April 30, 2017, the 9-month report at January 31, 2018, 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 January 31, 2017) 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

	Number of Shares held	
	<u>directly</u>	<u>indirectly</u>
CEO / Liquidator		
Jorgen Madsen	320.965	
Supervisory Board		
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.

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