



Wealth Effect Management

Annual Report 2024



WEALTH EFFECT
MANAGEMENT
o.c.p.

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Letter of the Chairman of the Board of Directors

What's actually happening, what to do about it — and what's in it for you

Dear clients, investors and partners,

There are two crucial questions whose importance extends far beyond the financial world:

1. What is actually happening?

2. How does it concern you?

No matter how you look at it — seeing things, circumstances and situations clearly ("what is actually happening") and being able to draw the right conclusions, decisions and courses of action from them ("how does it concern you") is essential.

As well as challenging.

If anything, the pursuit of accurate perception and action must inevitably be paid for with a great deal of effort, time and, yes, mistakes.

Honesty. Transparency. Self-reflection. Great demands on oneself.

These are all essential prerequisites for continuous improvement, of oneself or one's life's work.

In my case — WEM.

That's why every time I look back and take stock — in the form of an annual report, for instance — is more than a mere formality for me; it is an integral part of how I strive to live, work and deliver results for our clients, partners and investors.

Please, allow me to then look both backwards and forwards through this lens and touch on a few central points:

What is happening in the society?

Each of us is confronted (several times) daily with how dynamic and challenging the current times are. We would also probably agree that it is unlikely to be any different in the foreseeable future, and will continue to intensify instead.

With all this, the pressure and urgency grows and it is becoming more and more difficult to be able to make the right choices, to deal with the situations and to be able to identify when it is all just too much and it's necessary to say no.

There is increasing pressure on interpersonal relationships and it is becoming more difficult to give them the necessary patience, openness and attention to keep them healthy and thriving.

Similarly, the information overload is increasing and it is becoming more and more difficult to evaluate relevant sources and which information should or should not influence us.

How does it concern you:

It's necessary to seek balance.

Humans are emotional creatures and can't always evaluate things correctly. The same is true when it comes to investing — but the key here is to strive for balance and give as much weight as possible to the rational approach instead of feelings.

So let's think more about seeking balance. In work-life relationships, in our demands and in relaxation — but also in our decisions in finance and investing.

When it comes to investing, the tried and tested "happy medium" and "measure twice and cut once" are good and solid guides.

What is happening in WEM?

People are and will continue to be the key aspect of everything. What we are struggling with — like most specialized areas — is a shortage of skilled, mature and experienced people. At the same time, I'm grateful for our steadfast employees who have been doing the hard work for many years, whether in the back or front office.

What deserves special mention and highlight is our collaboration and partnership with Norbert Galik, our CTO. His arrival at WEM in 2020 marked the beginning of an era in which we have been able to make tremendous strides and incredible progress. His contribution, shared values, vision and relentless drive are more than enough reasons for me to increase his stake in WEM to 7.5%.

How does it concern you:

The ultimate goal of all (not only) personnel-related actions is to continue to professionalize and streamline our performance across departments — administrative, operational and executive.

Naturally, change is an inevitable element here. Some changes will be related to changing positions, others with staff members as such. The most important thing is definitely how we will develop the existing team and who we will recruit as new members to key positions in WEM.

What is happening with our fees?

We view WEM as a company that has strived to provide the highest quality and the most fair products and services since its inception.

Not necessarily the cheapest — but with the greatest value delivered, which then delivers satisfaction to our clients.

Fees are an essential part of how companies operate, but they are not always transparent enough. We approach it differently, our way. Hence:

Our wealth management and personal approach services through our Wealth Department are currently included in the price and fees of our portfolios. So — with the exception of our Save For Tomorrow investment savings — management fee, entry fee, performance fee and success fee are also included in the fees; in practice, in a roughly 50:50 ratio. Half of the fee therefore covers operations and portfolio management, the other half covers all other services and client care.

How does it concern you:

As we do all the time, we will continue to streamline and, where possible, automate as many aspects of our operations as possible. This will be reflected, among other things, in changes to fees and their gradual reduction.

Just how far we can go with fees in this way will always depend on the particular service we provide and the performance of our portfolios. Our ambition is to get below 2% for dynamic portfolios, 1% for balanced portfolios and 0.5% for conservative portfolios, with performance and success fees in the range of 5 — 10% for actively managed portfolios. For passive management, we want to get down to 0.5%, with no performance or success fee.

What is happening with the mistakes?

Mistakes happen. They are a normal part of our lives. We also make them here in WEM. But it is not the market standard to talk about them; rather, it is almost a business taboo.

It's just that the only one who doesn't make any mistakes is the one who does nothing. And at WEM, we do a lot.

But we believe that we are moving forward by making mistakes.

More precisely — with mistakes, identifying their cause and implementing the necessary solutions.

Of course, we are not yet perfect in the process of improving ourselves or how we approach mistakes in the first place. Different people and different approaches also mean different responses to mistakes.

In general I think the entire culture around making mistakes is still very immature in Slovakia. Viewing mistakes as something unacceptable and approaching other people's mistakes through the lens of "it couldn't happen to me because I don't make mistakes" can only create a fragile, unsustainable and, ultimately, an extremely inefficient system.

So what mistakes did we make last year?

We focused on too many new complementary activities and projects. Although well-intentioned, and although each has the potential to be a valuable addition to our spectrum of services, the conditions were not necessarily ripe for each one.

We made a few mistakes in setting up external collaborations and projects and also in evaluating the assets included in our investment portfolios. However, there is no investment manager in the world, which also includes us, who can get all of their investment decisions right. However, we do have a process in place whereby we continually evaluate the reasons for these decisions and take the necessary corrective action. In the end, it is the statistics and success rates that are important, and I will share these with you later in charts and figures.

How does it concern you:

More focus and discernment in evaluating what to go into and what not to go into.
A properly set up process for reviewing decisions, results, lessons learned and corrective actions.
Over and over again.

What is happening to the Slovaks and their investment mentality?

"Real estate is the best investment."

Do you share the same opinion? After the situation with the cadastre at the turn of the year, your perception may have changed a bit. However, it should also be remembered that Slovaks have a very short memory. At least for the time being, however, it is true that a number of our clients, along with the current development of the political situation, are thinking about withdrawing part of their invested capital from real estate.

It is also appropriate to be careful not to get duped, which is another area in which Slovaks excel, unfortunately. They like to be lured into incredibly tempting investment opportunities that offer returns from the realm of dreams — and are not regulated.

A hot topic will be the opportunity to invest in Slovak government bonds, which will offer two options with appreciation rates of 3 and 3.3% with investment horizons of 2 and 4 years. The enormous interest in them confirms the caution of Slovak investors and their inclination towards stable appreciation.

How does it concern you:

As always, we recommend a sober approach and — ideally — consultation with a trusted partner when evaluating attractive investment opportunities.

When it comes to real estate, with the right allocation and decision, we are of course ready to assist in both buying and selling. Despite the current situation with the cadastre, this does not mean that we at WEM do not believe in the real estate market. On the contrary, it can be an important part of portfolio composition and proper asset allocation.

What is happening with the allocation of your money and where is it invested?

93.51% of all assets are invested in the publicly traded market. A total of 185 securities are currently purchased, 70 of which are single stocks and 103 through ETF funds.

The remainder is then made up of assets purchased through a Commission Agreement through the assignment of an order to purchase securities, mostly corporate bonds or structured products. A detailed explanation of the Portfolio Management Agreement and the Commission Agreement can be found in a separate section below.

How does it concern you:

Given our results to date, we plan to maintain this ratio and distribution.

What was happening in the financial markets in 2024 and what were our results?

Bullish sentiment continued to prevail in the markets and the main stock indices indicated overvaluation. There has also been a debate for some time as to whether the market is at too high a level. By comparison, this is where the market was in 2000/2001 and 2008 during the Dot-com bubble and mortgage crisis.

How does it concern you:

From the available data we can read that the market is healthier than previously. Thus, it can be assumed that the current situation does not foreshadow a scenario similar to that of the given two periods.

However, this does not mean that it is not appropriate to maintain a healthy caution and to take care of the necessary diversification.

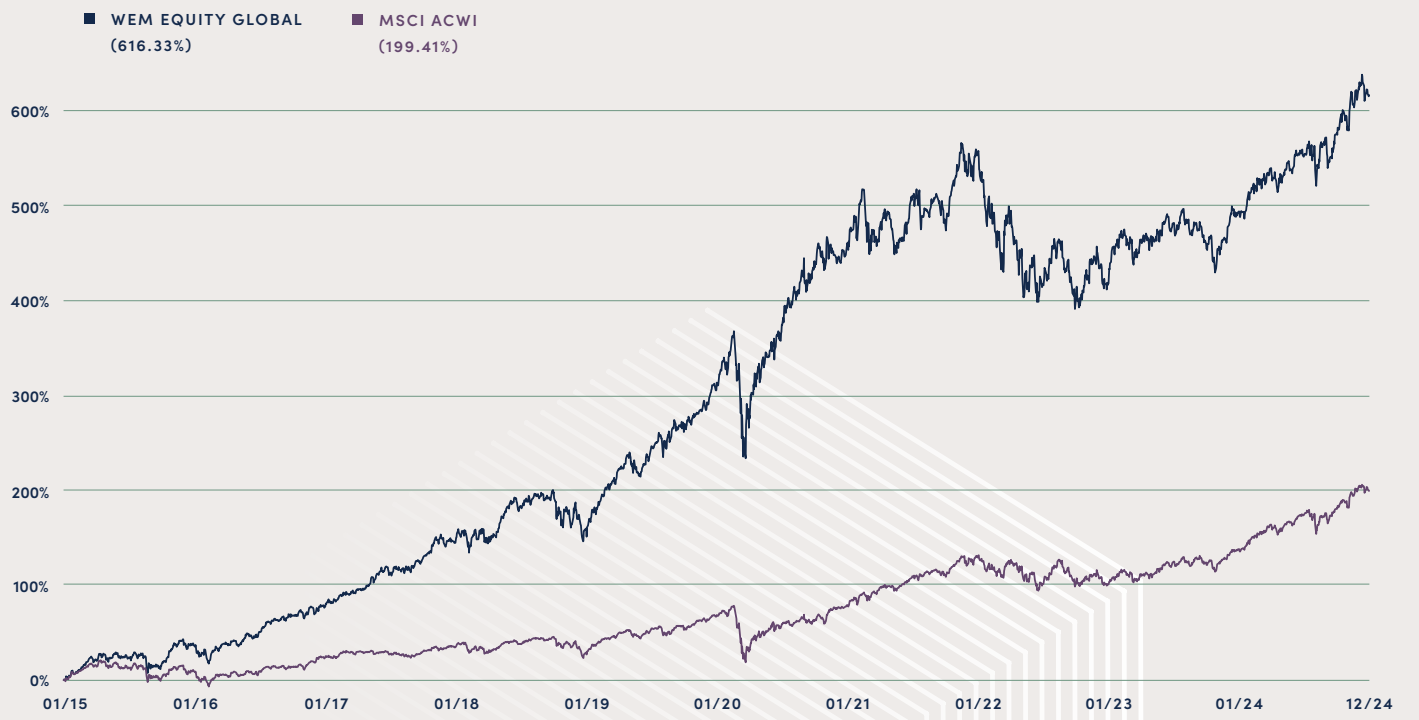
The current period also favours companies that provide clients with a more active management and proactive approach to investment portfolio allocation and intervention.

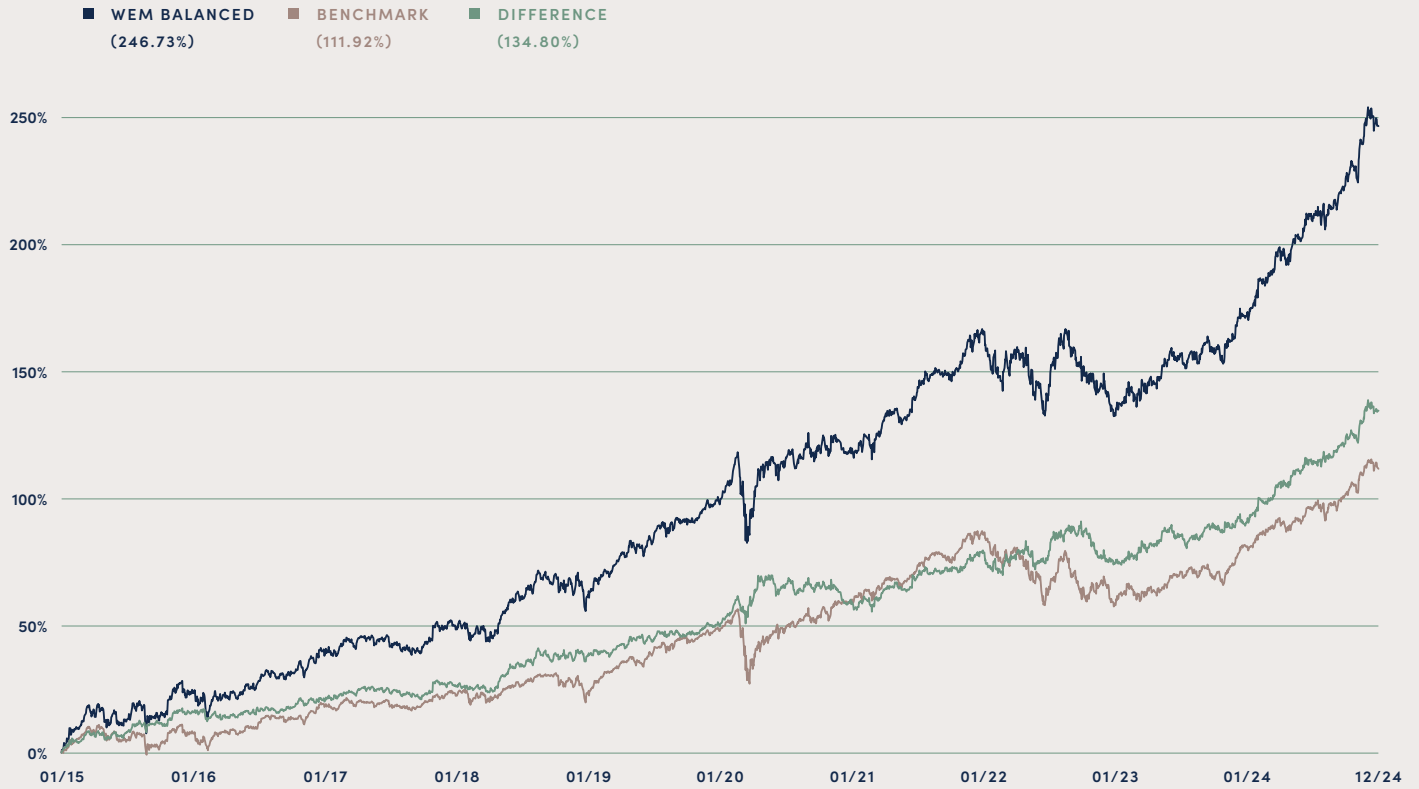
As you are certainly aware, at Wealth Effect Management we believe in this approach and will continue to apply it judiciously. This is also linked to our focus on creating new relevant solutions and services.

Total number of shares:	77
Number of successful stocks:	56
Number of failed stocks:	21
Success rate percentage:	72.73%

Note: The data provided relates exclusively to purchased individual stocks ("single stocks") within our actively managed flagship portfolios. It does not include all securities that Wealth Effect Management o.c.p., a.s. holds across its portfolios.

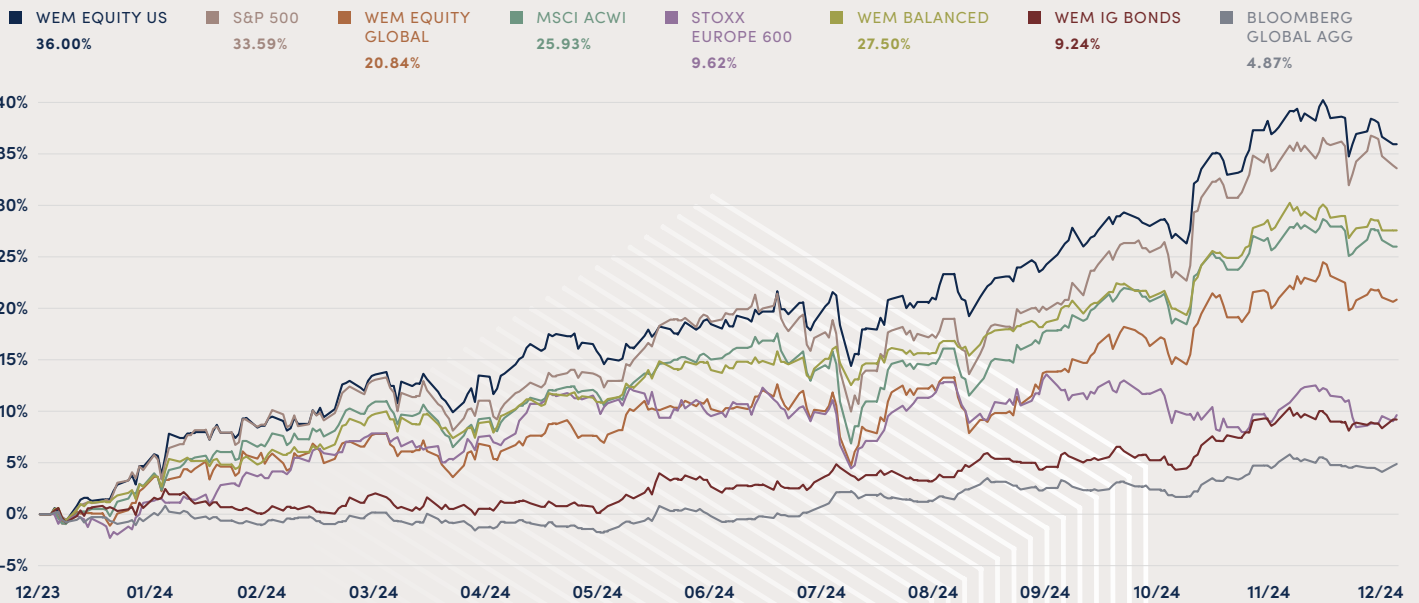
What happened in our selected portfolios in 2024?





WEM Equity portfolios

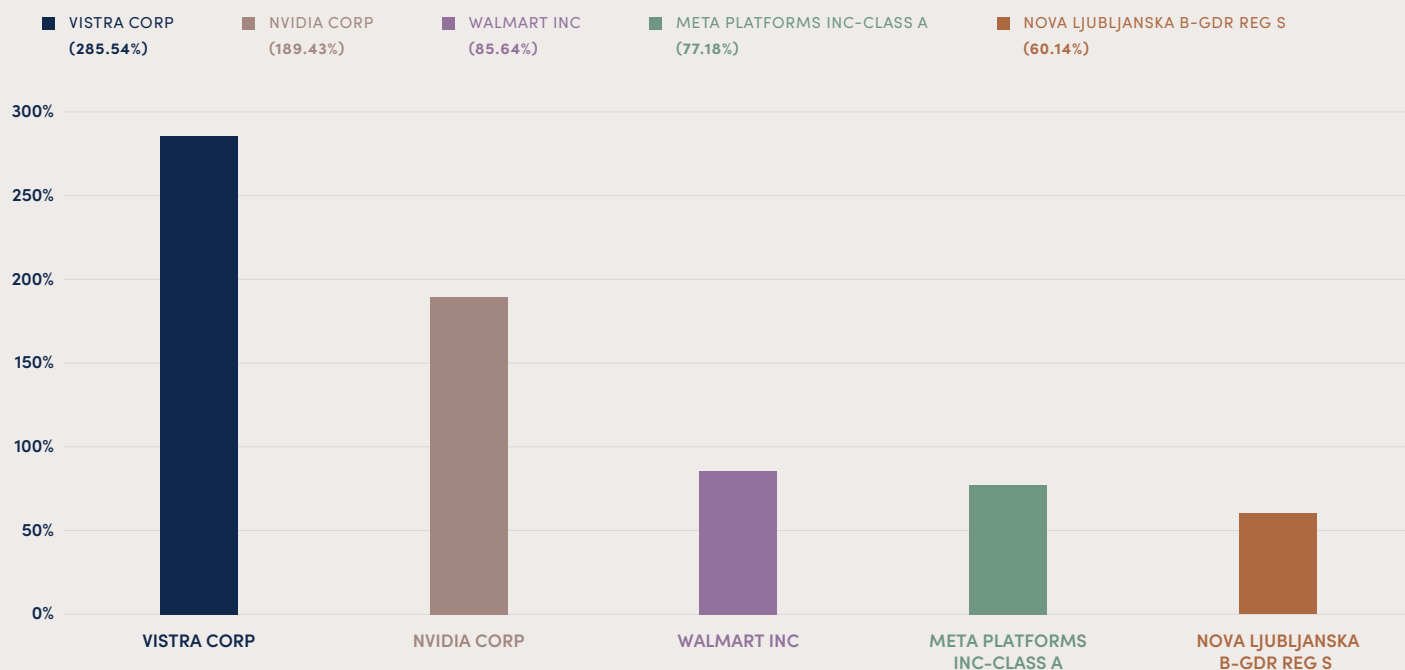
2024 Results in EUR



Source: WEM, Bloomberg Professional Terminal; 29.12.2023 – 31.12.2024; Total Return in EUR (gross)

The best-performing individual stocks across all portfolios

Total performance in EUR



The worst-performing individual stocks across all portfolios

Total performance in EUR



Price-to-earnings ratio (P/E) of stock indices

NAME	P/E	NAME	P/E
CAC 40 INDEX	14.34	NIKKEI 225	19.33
DAX INDEX	16.62	S&P 500 INDEX	26.51
FTSE 100 INDEX	13.03	S&P/ASX 200 INDEX	20.87
HANG SENG INDEX	10.04	STXE 600 (EUR) Pr	14.71
NASDAQ COMPOSITE	40.79		

Flagship portfolios vs benchmark for individual years since 20.09.2017

YEAR	WEM EQUITY GLOBAL	MSCI ACWI INDEX	YEAR	WEM EQUITY US	S&P 500
2017	38.70%	9.54%	2017	26.36%	4.77%
2018	6.07%	-4.37%	2018	10.61%	-0.26%
2019	56.20%	29.69%	2019	34.43%	34.09%
2020	38.10%	7.23%	2020	19.81%	8.75%
2021	16.68%	28.06%	2021	39.09%	38.18%
2022	-21.01%	-12.52%	2022	-19.39%	-12.95%
2023	14.96%	18.68%	2023	31.24%	20.85%
2024	20.84%	25.94%	2024	36.00%	33.04%

YEAR	WEM BALANCED	SYNTHETIC BENCHMARK	YEAR	WEM IG BONDS
2017	7.38%	3.73%	2017	-6.97%
2018	8.49%	1.04%	2018	2.25%
2019	22.25%	19.63%	2019	16.81%
2020	10.25%	9.30%	2020	0.61%
2021	20.39%	15.95%	2021	6.07%
2022	-12.48%	-14.92%	2022	-9.33%
2023	16.68%	14.60%	2023	5.20%
2024	27.50%	16.92%	2024	9.24%

What was happening with WEM in 2024 and what were the biggest milestones?

There was no shortage of major events in 2024.

The most important of these related to major developments in our IT systems. This has practically manifested itself in the launch of the WEM mobile app for users of both Apple and Android devices and, above all, in the creation of our B2B platform Flip. Flip is a comprehensive all-in-one platform that enables financial professionals to buy securities and manage clients.

We were also able to launch WEM Employee Motivation, an innovative employee engagement program that appreciates the wealth of both employees and companies.

As part of our alternative investment options, we have also added to our existing SICAV fund, WEM Private Fund, the ability to invest in private debt through WEM Private Credit. The investment opportunities here offer a fixed return backed by real estate.

Foreign expansion is also progressing — after 10 years of operation and growth in the Bulgarian market, we have opened a larger office for more than 12 current employees.

The Prague office deserves mention as well. Its primary focus is currently on setting up the necessary Family Office structures, but we foresee Prague as an additional base for our future services and business activities.

The big question at the end — what's in it for you?

Our promise to you that we will continue, day after day, to work to keep earning your trust.

After all, there are few more serious and tangible proofs of trust than putting your wealth in someone else's care.

Our outlook for 2025

To simply focus on what we are best at.

At the same time, continuously improve where we fall short.

Therefore, 2025 will not be a year for us to start many new activities in many different directions.

It will be a year of focusing on 4 key areas:

1. **IT systems** and, with them, further improving the quality, convenience and value of our services
2. **Client service** corresponding to our vision and ambition
3. **B2B development** through the Flip platform and related activities
4. **WEM Employee Motivation program**, which allows to appreciate the assets of both employees and companies

I sincerely thank you for your trust.

We will do everything we can to give you more and more reasons for it.

Thank you.



Peter Štadler

*CEO & Chairman of the Board
Wealth Effect Management*

COMPANY PROFILE

Business name:	Wealth Effect Management o.c.p., a. s.
Registered office:	Sky Park Offices, Bottova 2A, 811 09 Bratislava
Company Identification No.:	51 127 113
Registered with:	Companies Register held at City Court Bratislava III, section: Sa, insert no. 6652/B
Phone no.:	+421 2 321 185 85
Web:	www.wem.sk
E-mail:	office@wem.sk
Date of Registration:	20 September 2017

Company management:

Board of Directors:	Bc. Peter Štadler, Chairman of the Board of Directors Position created on: 20 September 2017 Mgr. Matej Baššovanský, member of the Board of Directors Position created on: 18 May 2020
Supervisory Board:	Ing. Michal Kováč, Member of the Supervisory Board Position created on: 20 September 2017 Ing. Norbert Gálik, Member of the Supervisory Board Position created on: 13 December 2021 Eva Jahelka Filipp, Member of the Supervisory Board Position created on: 08 April 2020
Shareholder structure:	Bc. Peter Štadler – 82.5% Ing. Michal Kováč – 5% Mgr. Matej Baššovanský – 5% Ing. Norbert Gálik – 5% Eva Jahelka Filipp – 2.5%

SCOPE OF BUSINESS

1. receipt and forwarding client's order regarding one or more financial instruments in relation to the following financial instruments:

- a) convertible securities,
- b) money market instruments,
- c) securities or shares of collective investment entities,
- d) options, swaps, forwards and other derivatives related to securities, currencies, interest rates or yields or other derivative instruments, financial indices or financial rates that can be settled by delivery or in cash,

2. execution of client's order on their account in relation to the following financial instruments:

- a) convertible securities,
- b) money market instruments,
- c) securities or shares of collective investment entities,
- d) options, swaps, forwards and other derivatives related to securities, currencies, interest rates or yields or other derivative instruments, financial indices or financial rates that can be settled by delivery or in cash,

3. portfolio management in relation to the following financial instruments:

- a) convertible securities,
- b) money market instruments,
- c) securities or shares of collective investment entities,
- d) options, swaps, forwards and other derivatives related to securities, currencies, interest rates or yields or other derivative instruments, financial indices or financial rates that can be settled by delivery or in cash,

4. investment consulting in relation to the following financial instruments:

- a) convertible securities,
- b) money market instruments,
- c) securities or shares of collective investment entities,
- d) options, swaps, forwards and other derivatives related to securities, currencies, interest rates or yields or other derivative instruments, financial indices or financial rates that can be settled by delivery or in cash,

■ ■ ■

5. allocation of financial instruments without a fixed obligation in relation to the following financial instruments:

- a) convertible securities,
- b) money market instruments,
- c) securities or shares of collective investment entities,
- d) options, swaps, forwards and other derivatives related to securities, currencies, interest rates or yields or other derivative instruments, financial indices or financial rates that can be settled by delivery or in cash,

6. custody and management of financial instruments on the client's account, including custody administration, and related services, especially funds management and financial pledges in relation to the following financial instruments:

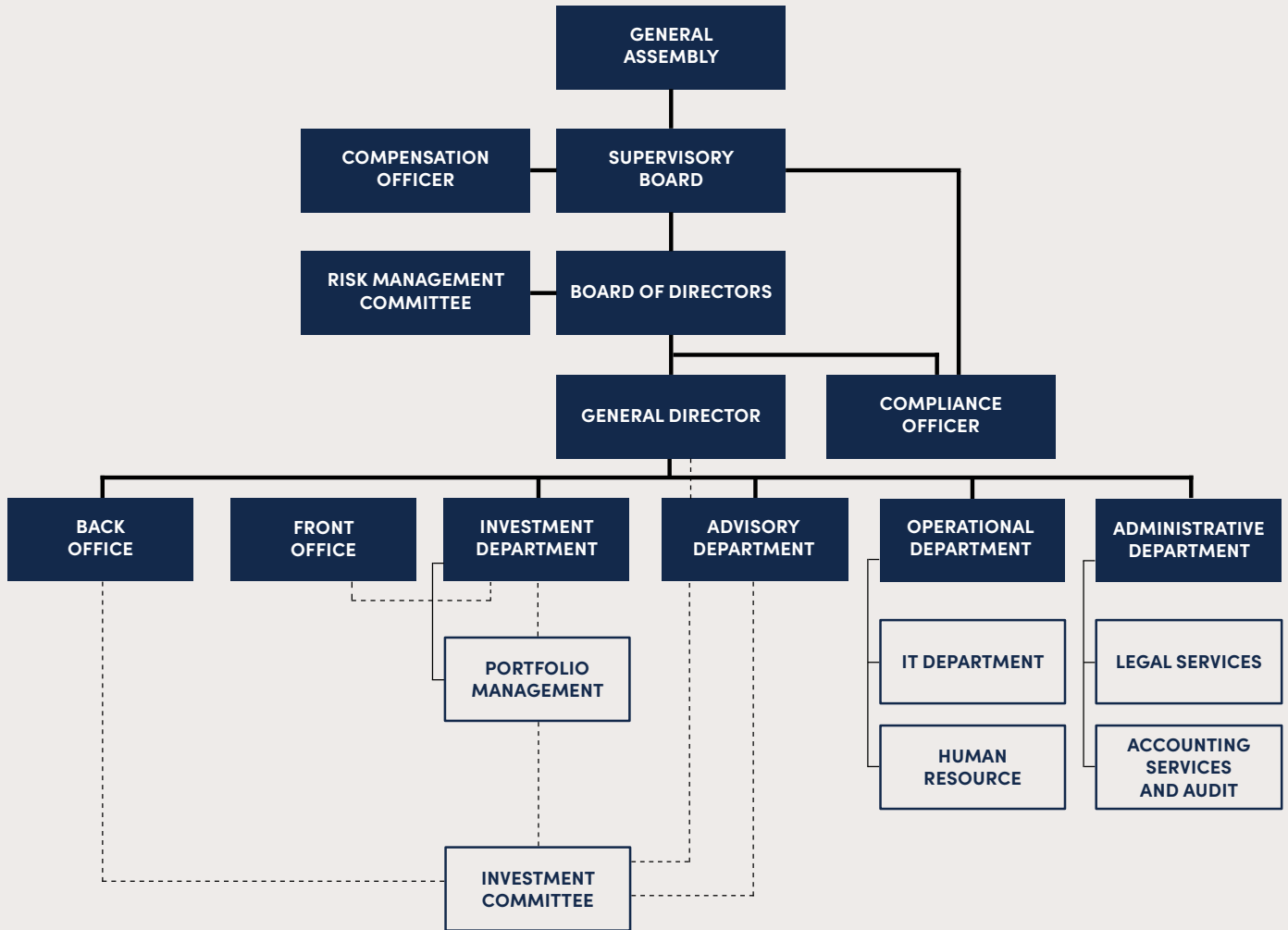
- a) convertible securities, b) money market instruments,
- c) securities or shares of collective investment entities,
- d) options, swaps, forwards and other derivatives related to securities, currencies, interest rates or yields or other derivative instruments, financial indices or financial rates that can be settled by delivery or in cash,

7. consulting services in the field of capital structure and business strategy as well as provision of consulting and services regarding merge, fusion, transformation or division of a company or purchase of an enterprise,

8. execution of trades with foreign exchange values, as far as these are related to the provision of investment services,

9. performance of an investment survey and financial analysis or other form of general recommendation related to trades with financial instruments.

ORGANIZATIONAL STRUCTURE



REPORT ON BUSINESS ACTIVITIES IN 2024

Information on the Balance Sheet and the Profit and Loss Statement

The business and economic activity of the company achieved the specified targets regarding the results for clients in 2024, by appreciating their assets. The company recorded a profit in 2024.

Overview of received bank loans and other types of loans

The company did not receive any bank loans or other loans in 2024.

Information on issued and outstanding securities

As of the balance sheet date, the company holds one investment certificate that it issued and is outstanding. The maturity of the investment certificate issuance is in 2025.

Information on issued bonds

Since its establishment till the date of the financial statements, the company has not issued any bonds.

Profit or loss before tax and information on distribution of profit or information on settlement of loss

In 2024, the company achieved profit before tax in the amount of EUR 70,022 (EUR 55,086 after tax) that is expected to be transferred to the following account – Retained earnings or accumulated losses from previous years, after the financial statements are approved by the general assembly.

Return on assets

The company's return on assets was positive in 2024, as it achieved profit.

Description of the nature of an activity and geographical location

The company focuses on investment services of portfolio management and services that can be directly related to this service, such as custody administration of financial instruments, including the administration of funds.

The company operates in the Slovak Republic and upon the right to freely provide services without setting up a branch office in Bulgaria (since 28 December 2017). The company has no organizational unit abroad.

Revenue

The company provided investment services throughout the entire year of 2024. The revenue for the observed period amounted to EUR 920,942.

Employees

The number of staff employed full time equals 5 employees as of the date of financial statements.

Income tax

Income tax for 2024 amounts to EUR 14,936.

Received subsidies

The company did not receive any subsidies from public resources in 2024.

INDEPENDENT AUDITOR'S REPORT



INDEPENDENT AUDITOR'S REPORT

FINANCIAL STATEMENTS AND ANNUAL REPORT

31.12.2024

Wealth Effect Management o.c.p., a.s.
Bottova 2A
811 09 Bratislava – mestská časť Staré Mesto
Slovak Republic



INDEPENDENT AUDITOR'S REPORT

To the Shareholders, Supervisory Board and Board of Directors of Wealth Effect Management o.c.p., a.s.

REPORT ON THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of Wealth Effect Management o.c.p., a.s. (the "Company"), which comprise the balance sheet as at 31 December 2024, and the income statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 December 2024, and its financial performance for the year then ended in accordance with the Act on Accounting No. 431/2002 Coll. as amended (the "Act on Accounting").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the provisions of Act No. 423/2015 Coll. on Statutory Audit and on Amendment to and Supplementation of Act No. 431/2002 Coll. on Accounting, as amended (hereinafter the "Act on Statutory Audit") related to ethical requirements, including the Code of Ethics for Auditors that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management

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

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 International 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 financial statements.

(1)



As part of an audit in accordance with International 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 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 of accounting 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 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

Report on Information Disclosed in the Annual Report

The statutory body is responsible for information disclosed in the annual report prepared under the requirements of the Act on Accounting. Our opinion on the financial statements stated above does not apply to other information in the annual report.

In connection with the audit of financial statements, our responsibility is to gain an understanding of the information disclosed in the annual report and consider whether such information is materially inconsistent with the financial statements or our knowledge obtained in the audit of the financial statements, or otherwise appears to be materially misstated.

We evaluated whether the Company's annual report includes information whose disclosure is required by the Act on Accounting.

Based on procedures performed during the audit of the financial statements, in our opinion:

- Information disclosed in the annual report prepared for 2024 is consistent with the financial statements for the relevant year; and
- The annual report includes information pursuant to the Act on Accounting.

(2)



Furthermore, based on our understanding of the Company and its position, obtained in the audit of the financial statements, we are required to disclose whether material misstatements were identified in the annual report, which we received prior to the date of issuance of this auditor's report. There are no findings that should be reported in this regard.

Bratislava, 26 March 2025

D. P. F., spol. s r. o.
Černicová 6, 831 01 Bratislava, Slovakia
SKAU licence No. 140

Marcel Petras
Statutory auditor
SKAU licence No. 869

Commercial Register of the City Court
Bratislava III, Section Sro, Insert No. 23006/B

Translation note:

This version of our report is a translation from the original, which was prepared in Slovak, to the accompanying financial statements translated into English. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the original language version of our report takes precedence over this translation.

(3)

FINANCIAL STATEMENTS

of a securities broker as of 31 December 2024

(in whole euros)

Tax registration number

2 1 2 0 6 0 3 3 7 5

Financial statements

Financial statements

For the period

- ordinary
 - extraordinary
 - interim

from 0 1
to 1 2

2 0 2 4
2 0 2 4

Company identification number

5 1 1 2 7 1 1 3

SK NACE

6 6 . 1 2 . 0

(mark with)

Preceding period year

from 0 1
to 1 2

2 0 2 3
2 0 2 3

Attachments to the financial statements

Balance sheet (ÚČ OCP 1-04) Profit and loss statement (ÚČ OCP 2-04) Notes (ÚČ OCP 3-04)

Business name of a securities broker

W e a l t h E f f e c t M a n a g e m e n t o . c . p
. , a . s .

Registered office of a securities broker, street and house number

B r a t i s l a v a , B o t t o v a 2 A

Business Register and file number

M e s t s k ý s ú d B r a t i s l a v a I I I
o d d i e l : S a , v l o ž k a č í s l o : 6 6 5 2
/ B

ZIP CODE

8 1 1 0 9

Municipality

B r a t i s l a v a

Phone number

0 2 / 3 2 1 1 8 5 8 5

Fax number

/

Email address

Business Register and file number

Prepared on: 22.01.2025	Signature of the securities broker's statutory body member: Bc. Peter Štadler – Chairman of the Board
Approved on:	

Balance Sheet

in EUR for 12 months of 2024

of a securities broker who does not proceed pursuant to Section 17a par. 3 of Act No. 431/2002 Coll. on Accounting as amended

Designation	Item	Note no.	Current accounting period	Preceding accounting period
a	b	c	1	2
x	Assets		x	x
1.	Cash and cash equivalents	F.A.1	90,132	195,152
2.	Receivables to clients	F.A.2.a)	447,363	328,040
a)	from provided investment services, ancillary services and investment activities		244,601	153,471
b)	from loans provided to clients		202,762	174,569
3.	Securities for trading			
4.	Derivatives			
5.	Securities for sale		1,304,842	1,357,057
6.	Underwritten securities for distribution			
7.	Receivables to banks			
a)	from reverse repo trades			
b)	other current			
c)	non-current			
8.	Loans and			
a)	reverse repo trades			
b)	other current			
c)	non-current			
9.	Shares in registered capital of subsidiary accounting entities and affiliated accounting entities			
a)	in accounting entities from the financial sector			
b)	other accounting entities			
10.	Purchase of tangible and intangible assets			
11.	Intangible assets			
12.	Tangible assets		2,947	10,723
a)	non-depreciated			
a).1.	lands			
a).2.	other			
b)	depreciated		2,947	10,723
b).1.	buildings			
b).2.	other		2,947	10,723
13.	Tax receivables		15,692	28,493
14.	Other assets		9,418	827
	Assets total		1,870,394	1,920,292

Designation	Item	Note no.	Current accounting period	Preceding accounting period
a	b	c	1	2
x	Equity and liabilities		x	x
I.	Liabilities (total of items 1 to 9)		1,496,134	1,601,118
1.	Liabilities to banks due on demand			
2.	Liabilities to clients		1,330,000	1,450,000
3.	Other liabilities to banks			
a)	from repo trades			
b)	other current			
c)	non-current			
4.	Liabilities from securities sold short from repo trades			
5.	Derivatives			
6.	Liabilities from loans and from repo trades			
a)	from repo trades			
b)	other current			
c)	non-current			
7.	Other liabilities	F.B.2	137,205	140,486
8.	Subordinated financial liabilities			
9.	Tax liabilities		28,929	10,632
a)	Income tax payable		0	0
b)	VAT		28,094	10,094
c)	Deferred tax liability			
d)	Payroll tax		835	538
II.	Equity (total of items 10 to 16)		374,260	319,174
10.	Registered capital, of which		150,000	150,000
a)	underwritten registered capital		150,000	150,000
b)	receivables to shareholders (x)			
11.	Share premium x/(x)			
12.	Funds from valuation differences x/(x)			
a)	from valuation of securities for sale x/(x)			
b)	other x/(x)			
13.	Funds created from profit after tax		30,000	27,970
a)	statutory reserve fund		30,000	27,970
b)	reserve fund for own shares			
c)	other reserve funds			
14.	Retained earnings or accumulated losses from previous years x/(x)		139,174	119,954
15.	Profit or loss in approval process x/(x)			
16.	Profit or loss for the accounting period x/(x)		55,086	21,250
	Equity and liabilities		1,870,394	1,920,292

Profit and Loss Statement

in EUR for 12 months of 2024

of a securities broker who does not proceed pursuant to Section 17a par. 3 of Act No. 431/2002 Coll. on Accounting as amended

Designation	Item	Note no.	Current accounting period	Preceding accounting period
a	b	c	1	2
1.	Income from fees and commissions	F.1.	920,942	648,160
2.	Income from interest on loans provided as part of the provision of investment services		5,954	8,819
a.	Costs related to fees and commissions		434,919	373,338
3.b.	Net creation of provisions for liabilities from investment services, investment activities and ancillary services			
I.	Net profit or loss from the provision of investment services, ancillary activities and ancillary services		491,977	283,641
4.c.	Profit/loss from operations with securities			
5.d.	Profit or loss from derivatives		0	6,645
6.e.	Profit/loss from operations with foreign exchange and with assets and liabilities denominated in foreign currency			
7.f.	Profit/loss from interest on investment instruments			
II.	Trading profit or loss		0	6,645
8.	Income from interest and similar income		69,452	73,884
9.	Revenue from registered capital deposits			
10.g.	Profit/loss from the sale of other assets and from the transfer of assets			
11./h.	Profit/loss from net reversal of devaluation/devaluation of assets and from depreciated assets			
12.	Revenue from the cancellation of provisions for other liabilities			
13	Other operating income		1,968	4,254
i.	personnel costs	F.i.	143,190	87,974
i.1.	wage and social costs		143,190	87,974
i.2.	other personnel costs			
j.	Costs of creating provisions for other liabilities		5,028	6,696
k.	Depreciation		7,776	11,247
k.1.	depreciation of tangible assets		7,776	7,715
k.2.	depreciation of intangible assets			3,532
l	devaluation of assets			
l.1.	devaluation of tangible assets			
l.2.	devaluation of intangible assets			
m	Other operating costs	F.m.	312,326	217,161
n	Financing costs		25,055	18,832
n.1.	Interest expenses and similar expenses		13,950	10,051
n.2.	taxes and fees	F.n.2.	11,105	8,781
14./o.	Share on profit or loss in subsidiary accounting entities and affiliated accounting entities			

Designation	Item	Note no.	Current accounting period	Preceding accounting period
A.	Profit or loss for the accounting period before tax		70,022	26,514
p.	Income tax		14,936	5,264
p.1.	income tax payable		14,638	11,076
p.2.	income tax deferred		298	(5,812)
B.	Profit or loss for the accounting period after tax		55,086	21,250

Notes

to the ordinary financial statements prepared as of 31 December 2024 (in whole euros)

A. GENERAL INFORMATION ON SECURITIES BROKER

1. Basic information on the company:

Business name:	Wealth Effect Management o.c.p., a. s.
Registered office:	Bottova 2A, 811 09 Bratislava, registered with: Companies Register held at City Court Bratislava III., section: Sa, insert no. 6652/B
Company Identification No.:	51 127 113
Tax ID:	2120603375
VAT ID:	SK2120603375
Phone No.:	+421 2 321 185 85
Web:	www.wem.sk
E-mail:	frontoffice@wem.sk
Date of Registration:	20 September 2017
Legal form:	joint stock company
Registered capital:	EUR 150,000

Wealth Effect Management o.c.p., a. s. is registered with Companies Register held at the City Court Bratislava III., section: Sa, insert no. 6652/B. The company provides investment and additional services upon the Decision of Národná banka Slovenska (National Bank of Slovakia), financial market supervision department, file no.: NBS1-000-007-562 to č.z. (reg.no.): 100-000-051-478 dated 21 July 2017 that entered into force on 17 August 2017.

Scope of the company's activities pursuant to permit by the National Bank of Slovakia:

1. receipt and forwarding client's order regarding one or more financial instruments in relation to the following financial instruments:
 - a) convertible securities,
 - b) money market instruments,
 - c) securities or shares of collective investment entities,
 - d) options, swaps, forwards and other derivatives related to securities, currencies, interest rates or yields or other derivative instruments, financial indices or financial rates that can be settled by delivery or in cash,
2. execution of client's order on their account in relation to the following financial instruments:
 - a) convertible securities,
 - b) money market instruments,
 - c) securities or shares of collective investment entities,

- d) options, swaps, forwards and other derivatives related to securities, currencies, interest rates or yields or other derivative instruments, financial indices or financial rates that can be settled by delivery or in cash,
3. portfolio management in relation to the following financial instruments:
- a) convertible securities,
 - b) money market instruments,
 - c) securities or shares of collective investment entities,
 - d) options, swaps, forwards and other derivatives related to securities, currencies, interest rates or yields or other derivative instruments, financial indices or financial rates that can be settled by delivery or in cash,
4. investment consulting in relation to the following financial instruments:
- a) convertible securities,
 - b) money market instruments,
 - c) securities or shares of collective investment entities,
 - d) options, swaps, forwards and other derivatives related to securities, currencies, interest rates or yields or other derivative instruments, financial indices or financial rates that can be settled by delivery or in cash,
5. allocation of financial instruments without a fixed obligation in relation to the following financial instruments:
- a) convertible securities,
 - b) money market instruments,
 - c) securities or shares of collective investment entities,
 - d) options, swaps, forwards and other derivatives related to securities, currencies, interest rates or yields or other derivative instruments, financial indices or financial rates that can be settled by delivery or in cash,
6. custody and management of financial instruments on the client's account, including custody administration, and related services, especially funds management and financial pledges in relation to the following financial instruments:
- a) convertible securities,
 - b) money market instruments,
 - c) securities or shares of collective investment entities,
 - d) options, swaps, forwards and other derivatives related to securities, currencies, interest rates or yields or other derivative instruments, financial indices or financial rates that can be settled by delivery or in cash,
7. consulting services in the field of capital structure and business strategy as well as provision of consulting and services regarding merge, fusion, transformation or division of a company or purchase of an enterprise,
8. execution of trades with foreign exchange values, as far as these are related to the provision of investment services,
9. performance of an investment survey and financial analysis or other form of general recommendation related to trades with financial instruments.

Cross-border operation:

In 2024, the company was authorized to provide investment services, investment activities and ancillary services in Bulgaria and in the Czech Republic, based on the right to freely provide services outside the territory of the Slovak Republic without establishing a branch in EU member countries.

In 2024, the company provided cross-border services in Bulgaria.

Shareholder structure:

Serial no.	Shareholder name	Value in EUR Current period	% share on registered capital Current period	% share on voting rights Current period
1.	Bc. Peter Štadler a) number of shares b) nominal value of shares	123,750 825 150	82.5	82.5
2.	Ing. Michal Kováč a) number of shares b) nominal value of shares	7,500 50 150	5	5
3.	Mgr. Matej Bašťovanský a) number of shares b) nominal value of shares	7,500 50 150	5	5
4.	Ing. Norbert Gálik a) number of shares b) nominal value of shares	7,500 50 150	5	5
5.	Eva Jahelka Filipp a) number of shares b) nominal value of shares	3,750 25 150	2.5	2.5

Company bodies:

Statutory body

Bc. Peter Štadler,

Chairman of the Board of Directors, position created on: 20 September 2017

Mgr. Matej Bašťovanský,

member of the Board of Directors, position created on: 18 May 2020

Supervisory Board

Ing. Michal Kováč,

member of the Supervisory Board, position created on: 20 September 2017

Ing. Norbert Gálik,

member of the Supervisory Board, position created on: 13 December 2021

Eva Jahelka Filipp,

member of the Supervisory Board, position created on: 8 April 2020

Legal reason for the preparation of the financial statements

The company's financial statements as of 31 December 2024 are prepared as regular financial statements according to Sec. 18 of Act no. 431/2002 Coll. on Accounting, as amended (hereinafter referred to as the "Accounting Act") for the period from 1 January 2024 to 31 December 2024.

2. Business name of the direct parent accounting entity and business name of the parent accounting entity of the entire group:

The Company is not a subsidiary or parent company of any other company.

ACCOUNTING PRINCIPLES AND METHODS USED

1. Continuous operation principle

The financial statements were prepared on the basis of the assumption of continuous operation of the Company pursuant to Sec. 7 par. 4 of the Accounting Act.

2. Basic principles for the preparation of the financial statements

The company applies accounting principles and accounting methods in accordance with the Accounting Act and pursuant to the relevant regulation of the Ministry of Finance of the Slovak Republic no. 26307/2007-74 of 18 December 2007, which establishes details on the arrangement and designation of financial statements items, the content definition of these items and the scope of data specified from the financial statements for publication, on the framework chart of accounts and accounting procedures for securities brokers and branches of foreign securities brokers and on the amendment and supplementation of certain regulations as amended.

The company keeps accounts based on the accrual principle, which expresses the chronological and material relationship of costs and revenues with the relevant accounting period. Bookkeeping is conducted in monetary units of the Slovak currency, i.e. in euros.

3. Use of new accounting principles and new accounting methods

During the 2024 accounting period, there was no change in the accounting principles and accounting methods used by the company.

4. Method of valuation of individual assets and liabilities by the company

During the accounting period, the company valued individual components of assets and liabilities as follows:

- cash, valuables, receivables and liabilities are valued at a nominal value in EUR when they arise,
- cash, valuables, receivables and liabilities in foreign currencies are converted to the functional currency at the reference exchange rate determined and announced by the European Central Bank (ECB) on the date preceding the accounting item date, then they are recalculated at the exchange rate determined and announced by the ECB as of the financial statements date.

5. Determination of the accounting item date

When accounting for securities trading, the accounting item date is the day of execution (agreement) of the trade. The company accounts for the client assets entrusted to the securities broker as part of the provision of investment services by a double entry on the off-balance sheet accounts of the account group 98.

6. Procedures for depreciation of tangible assets or intangible assets.

The company depreciates small tangible assets with a purchase price of over EUR 300 inclusive for a period of 3 years. The company owns depreciable non-current assets with the purchase price of more than EUR 1,700 inclusive. The company owns non-current intangible assets with a purchase price of more than EUR 2,400 inclusive.

7. Principles and procedures for identifying assets with reduced value

The company will, on a regular annual basis, review and identify assets with reduced value by assessing its ability to produce future economic benefits to the company in the following periods.

8. Principles and procedures for calculating the amount of adjustments and provisions.

As part of the regular inventory of assets, the company, if necessary, creates adjustments. Before 31 December 2024, the company was not creating adjustment items. Provisions are liabilities with an uncertain timing or amount. A provision is created if it is likely that there is a liability or obligation that is a result of past events, which may have an uncertain amount or maturity, while a specific creditor or authorized person do not need to be known.

CASH FLOW STATEMENT

C. Cash flow statement	Current accounting period	Preceding accounting period
Cash flow from operating activities	x	x
Income from received interest, fees and commissions (+)	920,942	648,160
Receivables on interest, fees and commissions (-)	(244,601)	(153,471)
Costs on interest, fees and commissions (-)	(434,919)	(373,338)
Liabilities for interest, fees and commissions (+)	37,992	30,653
Total of side D of financial instruments trading settlement accounts (+)		
Receivables for financial instruments sold (-)		
Total of side D of analytical accounts of the initial record of financial instruments accounts (-)		
Liabilities for the payment of the financial instrument purchase price		
Income from depreciated receivables (+)		
Costs on employees and suppliers (-)	(478,439)	(336,646)
Liabilities to employees and suppliers (+)	128,142	120,465
Increase/decrease in operating assets (-/+)	(4,210)	19,295
Change in current loans to clients (+/-) on analytical accounts of an initial recording		
Increase/decrease in operating liabilities (+/-)	15,016	27,037
Increase/decrease in client deposits (+/-)		
Increase/decrease in liabilities to suppliers (+/-)	(45,596)	13,665
Other current liabilities +/-		
Net cash flow from operating activities before tax	(105,673)	31,510
Income tax paid	(24,418)	45,260
Net cash flow from operating activities	(130,091)	76,770
Cash flow from investment activity	x	x
Change in non-current assets (-/+)	(7,776)	(10,519)
Liabilities from the acquisition of non-current assets (+)		
Income from the sale and liquidation of non-current assets (+)		
Receivables from the sale and liquidation of non-current assets (-)		
Dividend income (+)		
Dividend receivables (-)		
Income from interest received from deposits and loans (+)	5,954	8,819
Receivables from interest on deposits and loans (-)		
Income from the sale of financial instruments held for sale (+)		
Purchase of financial instruments held for sale (-)		
Decrease/increase in granted loans and deposits (+/-)	28,193	(98,743)
Net cash flow from investment activities	(30,015)	(97,043)
Cash flow from financial activity		x
Increase/decrease in equity (+/-)	55,086	21,250
Increase/decrease in received non-current loans and financial lease(+/-)		
Interest costs from non-current loans and finance lease (-)		
Liabilities for interest from non-current loans and finance lease (+)		
Dividends paid		
Net cash flow from financial activities	55,086	21,250
Effect of changes in exchange rates on cash in foreign currency		
Net increase/decrease in cash and cash equivalents	-105,020	41,523
Cash and cash equivalents at the beginning of the accounting period	195,152	153,629
Cash and cash equivalents at the end of the accounting period	90,132	195,152

STATEMENT OF CHANGES IN EQUITY

Current accounting period

Items	Share capital	Reserve funds	Valuation funds	Retained earnings	Total
b	1	2	3	4	5
Balance as of the first day of the accounting period	150,000	27,970		141,204	319,174
Changes in accounting policy					
Adjusted balance as of the first day of the accounting period	150,000	27,970		141,204	319,174
Valuation differences from valuation of securities for sale					
Other valuation differences					
Tax charged on equity items					
Change in net equity excluding profit for the current accounting period		2,030		-2,030	0
Profit or loss for the current accounting period				55,086	55,086
Total change in net equity					
Profit distribution					
Increase/decrease in share capital					
Balance as of the last day of the current accounting period	150,000	30,000		194,260	374,260

Preceding accounting period

Items	Share capital	Reserve funds	Valuation funds	Retained earnings	Total
b	1	2	3	4	5
Balance as of the last day of the preceding accounting period	125,000	19,112		153,812	297,924
Changes in accounting policy					
Adjusted balance as of the last day of the preceding accounting period	125,000	19,112		153,812	297,924
Valuation differences from valuation of securities for sale					
Other valuation differences					
Tax charged on equity items					
Change in net equity excluding profit for the current accounting period	25,000	8,858		33,858	0
Profit or loss for the current accounting period				21,250	21,250
Total change in net equity					
Profit distribution					
Increase/decrease in share capital					
Balance as of the last day of the current accounting period	150,000	27,970		141,204	319,174

OVERVIEW OF CLIENT ASSETS

Designation	Item	Current accounting period	Preceding accounting period
a	b	1	2
	Client assets		
	Client funds	4,195,580	2,840,074
	Client securities	57,183,269	38,686,582
	Other client financial instruments		
	Client receivables to the market		
	Client assets total	61,378,849	41,526,656
	Liabilities to clients from entrusted assets		
	Liabilities from client funds	4,195,580	2,840,074
	Liabilities from client securities	57,183,269	38,686,582
	Liabilities from management and custody of client securities		
	Client liabilities to the market		
	Liabilities from custody of client securities		
	Liabilities to clients from entrusted assets total	61,378,849	41,526,656

NOTES TO BALANCE SHEET ITEMS AND PROFIT AND LOSS STATEMENT ITEMS

Balance sheet

Assets

Line no.	1. EUR Cash and cash equivalents	Current accounting period	Preceding accounting period
1.	Cash and cash equivalents in cash register	232	34
2.	Current accounts	8,219	140,696
3.	Granted loans due on demand and within 24 hours and deposits due within 24 hours		
4.	Receivables for funds within spot operations		
5.	Money market securities with an agreed maturity period of up to three months		
x	Subtotal – balance sheet		
6.	Credit lines for immediate drawing of funds		
7.	Broker account – Interactive brokers		14,272
8.	Broker account – Broker-KBC	81,666	40,000
	Total	90,117	195,002

Line no.	1. CZK Cash and cash equivalents	Current accounting period	Preceding accounting period
1.	Cash in cash register		
2.	Current accounts	0	125
3.	Granted loans due on demand and within 24 hours and deposits due within 24 hours		
4.	Receivables for funds within spot operations		
5.	Money market securities with an agreed maturity period of up to three months		
x	Subtotal – balance sheet		
6.	Credit lines for immediate drawing of funds		
	Total	0	125

Line no.	1. USD Cash and cash equivalents	Current accounting period	Preceding accounting period
1.	Cash in cash register		
2.	Current accounts	15	25
3.	Granted loans due on demand and within 24 hours and deposits due within 24 hours		
4.	Receivables for funds within spot operations		
5.	Money market securities with an agreed maturity period of up to three months		
x	Subtotal – balance sheet		
6.	Credit lines for immediate drawing of funds		
	Total	15	25

Line no.	2.a). Receivables to clients from services provided	Current accounting period	Preceding accounting period
1.	Investment services	244,601	153,471
2.	Ancillary services		
3.	Total	244,601	153,471

Line no.	5. Securities for sale	Current accounting period	Preceding accounting period
1.	Shares		
1.1.	unpledged		
1.2.	pledged in repo trades		
1.3.	pledged		
2.	Share certificates		
2.1.	unpledged		
2.2.	pledged in repo trades		
2.3.	pledged		
3.	Current bonds, such as treasury bills		
3.1.	unpledged		
3.2.	pledged in repo trades		
3.3.	pledged		
4.	Bonds		
4.1.	unpledged	1,304,842	1,357,057
4.2.	pledged in repo trades		
4.3.	pledged		
5.	Bills of exchange		
5.1.	unpledged		
5.2.	pledged in repo trades		
5.3.	pledged		
	Total	1,304,842	1,357,057

Equity and liabilities

1. Liabilities from loans and repo trades	Balance sheet line	Current accounting period	Preceding accounting period
Liabilities from loans to allow trade execution for clients to purchase financial instruments	I. 6.		
Liabilities from loans received current	I. 6.		
Total			

2. Other liabilities	Balance sheet line	Current accounting period	Preceding accounting period
Liabilities to suppliers	I. 7.	113,845	123,980
Settlement with employees from the employment relationship	I. 7.	8,295	5,727
Liabilities to the Social Insurance Agency	I. 7.	3,095	2,373
Liabilities to health insurance companies	I. 7.	1,342	960
Short-term provisions for unused vacations including social and health insurance	I. 7.	5,028	2,016
Provision for an audit	I. 7.	4,000	3,500
Provision for bookkeeping	I.	1,600	1,180
Other liabilities	I. 7.		
Total		137,205	140,486

3. Subordinated financial liabilities in EUR	Balance sheet line	Current accounting period	Preceding accounting period
Subordinated debt - principal	8		
Subordinated debt - interest	8		
Total			

Profit and loss statement

Revenues

Line no.	1. Revenue from fees and commissions	Current accounting period	Preceding accounting period
1.	Revenue from fees and commissions	920 942	648 160
2.	from investment services	920 942	648 160
3.	from ancillary investment services	0	0

Line no.	8. Interest income and similar income	Current accounting period	Preceding accounting period
1.	Current receivables and loans	1,665	8,819
2.	Current securities	67,787	13,867
3.	Non-current loans		
4.	Non-current securities		60,017
5.	Financial lease		
	Total	69,452	82,703

Line no.	13. Other operating income	Current accounting period	Preceding accounting period
1.	UPSVaR (COVID19) subsidy	0	0
	Total	0	0

Costs

Line no.	2. Costs related to fees and commissions	Current accounting period	Preceding accounting period
1.	Market fee		
2.	Investment intermediation	(396,157)	(346,437)
3.	Other costs	(38,762)	(26,901)
	Total	(434,919)	(373,338)

Line no.	i. Personnel costs	Current accounting period	Preceding accounting period
1.	Basic wages	(100,604)	(62,578)
2.	Variable wage component		
3.	Insurance – social and health	(38,236)	(22,026)
4.	Catering	(4,219)	(3,022)
5.	Health care		
6.	Social fund	(131)	(348)
7.	Other personnel costs		
	Total	(143,190)	(87,974)

Line no.	m. Other operating costs	Current accounting period	Preceding accounting period
1.	Reimbursement to the auditor	(4,000)	(3,500)
2.	Maintenance of real estate and equipment		
3.	IT services	(61,834)	(42,324)
4.	Other services	(209,072)	(136,828)
5.	Bookkeeping services	(14,326)	(12,378)
6.	Rent including utilities	(20,760)	(18,809)
7.	Representation costs	(387)	(539)
8.	Material purchased	(1,947)	(2,783)
9.	Value added tax		
	Total	(312,326)	(217,161)

Line no.	n.1. Interest costs and similar costs	Current accounting period	Preceding accounting period
1.	Current liabilities and received loans		
2.	Issued current securities		
3.	Received non-current loans – subordinated financial liabilities		
4.	Issued non-current securities		
5.	Financial lease		
6.	Bank fees		
	Total		

Line no.	n.2. Taxes and fees	Current accounting period	Preceding accounting period
1.	Value added tax		
2.	Excise duties		
3.	Property taxes		
4.	Local taxes and fees		
5.	Other taxes and fees	(11,105)	(8,781)
6.	Court fees and other fees		
	Total	(11,105)	(8,781)

OTHER NOTES

1. Information on relationships with related entities

Line no.	a). Shares of related entities on registered capital of the securities broker and its subsidiaries and affiliated accounting entities	Current accounting period	Preceding accounting period
1.	Shares on registered capital of the securities broker		
2.	Shares on registered capital of subsidiary accounting entities		
3.	Shares on registered capital of affiliated accounting entities		

Line no.	b). Financial relationships with affiliated persons	Current accounting period	Preceding accounting period
1.	Current receivables	5,864	0
2.	Non-current receivables		
3.	Current loans	202,762	174,569
3.	Current trade receivables	46,887	89,336
4.	Non-current liabilities		

Line no.	Related entity	Transaction type	Amount in EUR
1.	Wealth Effect Management a.s.	a.	284,116
2.	Wealth Effect Management a.s.	b.	81,477
3.	Wealth Effect Management a.s.	d.	5,864
4.	Wealth Effect Management a.s.	e.	46,887
5.	Wealth Effect Management a.s.	g.	202,762

- a. Volume of received investment services
- b. Volume of received other services
- c. Volume of provided investment services
- d. Balance of receivables
- e. Balance of liabilities
- f. Subordinated debt
- g. Current loans

2. Information on events that occurred between the date of the financial statements and the date of preparation of the financial statements.

Based on the extraordinary general meeting held on 14 March 2025, the transfer of 25 registered book-entry ordinary shares with a nominal value of EUR 150 each from the transferor Eva Jahelka Filipp to the transferee Bc. Peter Štadler was approved, as well as the transfer of 25 registered book-entry ordinary shares with a nominal value of EUR 150 each from the transferor Ing. Michal Kováč to the transferee Ing. Norbert Gálik.

3. Corrections of errors of past accounting periods that have such a significant impact on the financial statements of one or more preceding accounting periods that these financial statements would not present a true and fair view of the subject of the securities broker's bookkeeping; in this case, the impact of these changes on equity as of the date of the financial statements is stated.

No records.

4. Proposal for distribution of profit or settlement of loss of the current accounting period.

The company's board of directors intends to propose to the regular general meeting the transfer of the profit for the current accounting period to the account of undistributed profits from previous years.

5. Average number of employees in the accounting period, number of members of statutory bodies, management bodies, supervisory bodies or other bodies.

Average number of employees as of 31 December 2024	5 employees
Number of Board of Directors members	2 members
Number of Supervisory Board members	3 members

6. Costs or revenues that have an impact on the income tax due for the preceding accounting period.

The company does not record costs or revenues that would affect the income tax due for the preceding accounting period.

7. Information on employee benefits, on the basis of which employees are entitled to financial instruments issued by a securities broker tied to equity or according to which the amount of the securities broker's obligations to employees depends on the future price of financial instruments, for example, shares or share options issued by the securities broker.

Employees of the company were not provided such employee benefits by the company.

8. Earnings per share.

For the current accounting period, the company achieved a net profit per share of EUR 55.09 (compared to EUR 21.23 per share in the immediately preceding accounting period).

9. Information on risks.

The company makes every effort to ensure the best possible result in the provision of investment services, including by preventing possible losses arising from various risks to which the company is or may be exposed in the provision of investment services.

The basic objective of risk management is to identify, measure and limit the extent of possible risks in order to limit losses from unexpected events and thus ensure uninterrupted activity and the provision of investment services for the company's clients.

For the purpose of managing individual risks, before introducing new types of products, providing investment services or ancillary services, and new types of trades with financial instruments, the company considers the following:

- definition of individual risks;
- definition of the possible origination of new, yet not undertaken risks by the company;
- assess the overall impact on the acceptable level of individual risks;
- assess the options for mitigating the risks undertaken;
- inform responsible employees about the risk undertaken in relation to new types of products, provision of investment services or ancillary services, and new types of trades with financial instruments;
- adjust the internal regulations accordingly.

For the purposes of measuring individual risks and the adequacy of individual risks, the company applies two basic measurement methods, namely severity measurement and frequency measurement. In relation to risk measurement, the company also evaluates the method of risk detection.

Definition of risks undertaken

The following classification of risks is not to be understood as exhaustive, while the company has considered the impact on the company's business activity for each risk assessed. The identification of individual risks the company is exposed to and the determination of their significance is based on a comprehensive assessment of the existing and potential risk characteristics of individual trades, products, activities, processes, company systems, estimated financial status of the company and an assessment of the external environment.

● Credit risk

The credit risk of the contractual party represents a moment of uncertainty accompanying the company's business activity, specifically the risk of loss resulting from the fact that the contractual party will not fulfil its contractual obligations on time and to the full, agreed and expected extent. The strategy of managing and mitigating the credit risk of a contractual party consists mainly in assessing and duly considering the credit quality of a contractual party even before entering into a business relationship, taking into account previous experience with the contractual party, trade volume, the duration of the contractual relationship and in the continuous monitoring of the fulfilment of the contractual party's obligations for the entire duration of the contractual relationship. The definition of limits is also part of the credit risk management system of the contracting party.

● Market risk

Market risk arises from an unfavourable and unexpected change in the market value of a financial instrument, recorded mainly in the company's non-trading book, due to unexpected market conditions. The main factors in the origination of market risk are economic and market events that adversely and unexpectedly affect the market value of a financial instrument, such as, for example, changes in interest rates, exchange rates, general market liquidity, unfavourable market data. The market risk management system also includes the selection and use of correct procedures to determine the correct estimate of the future development of market risk factors. Indirectly, the company is also exposed to market risk in trades that are not recorded in the non-trading book, in the provision of investment services and ancillary services to the company's clients. Since the company is engaged in the provision of investment services, but in particular portfolio management, it is obliged, in terms of professional care, to identify, measure and manage market risks to which it is exposed in relation to the provision of investment services and ancillary services.

● Operational risk

Operational risk is the risk of loss to the company or managed portfolios resulting from inadequate or incorrect internal procedures, human factor and systems failure, or caused by external events, while also including legal risk.

The diversity policy in relation to the selection of members of the management body, its objectives and any relevant operational objectives stipulated in the policy, and the extent to which these objectives have been met.

The policy of selection and evaluation of members of the management body, applied by the company, determines specific requirements for the process of selection and evaluation of members of the management body. Each candidate or evaluated member of the management body must meet criteria of a personal nature, such as good reputation, professional knowledge and experience, as well as criteria of an objective nature, such as management skills, overall composition of the management body, collective knowledge and experience of the management body, diversity of the management body, time commitment and potential conflicts of interest. Company policy in the area of diversity of the management body is in accordance with the relevant legislation.

Internal capital adequacy assessment system

Pursuant to Sec. 74c of the Securities Act, a securities broker is obliged to implement proper, effective and complete measures, strategies and procedures for continuous assessment and maintenance of the amount, types and distribution of internal capital and liquid assets that it considers adequate to cover the nature and level of risks, which the securities broker may represent to other entities or to which the securities broker may be exposed to.

The internal capital adequacy assessment system is based on the needs of the company, taking into account the risks undertaken.

Due to the fact that the company has a smaller scope of activity, it can use simpler risk identification and measurements. In this regard, the company took into account facts that have a direct impact on the amount of risk, which is not high due to the scope and complexity of the activities performed, such as the total volume of trades and a smaller number of clients. Also due to the company's orientation on retail clients, while the company does not plan to provide services to a group of interconnected entities or to a small number of substantial clients, whose possible termination of using the company's services would threaten its activity.

The company is obliged to always abide to the following equity requirements, which apply to the fully quantifiable, uniform and standardized elements of each relevant risk, pursuant to Art. 9 par. 1 of the REGULATION (EU) NO. 2033/2019 OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL:

Equity Tier 1	≥ 56%
D	
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Equity Tier 1 + additional capital Tier 1	≥ 75%
D	
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Equity Tier 1 + additional capital Tier 1 + capital Tier 2	≥ 100%
D	

However, the company currently meets the requirements stipulated in Art. 57 par. 3 and 4 of the REGULATION (EU) NO. 2033/2019 OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL.”

The calculation of the equity amount and the calculation of the fulfilment of the equity requirements in relation to risk management is conducted by the company always no later than on the 25th day of the month following the month, for which the calculation is made.

The company’s Board of Directors is informed immediately about a possible exceeding of the minimum equity requirements.

10. Accounting entity costs towards auditors for the accounting period.

Line no.	Accounting entity costs towards auditors for the accounting period	Current accounting period	Preceding accounting period
1.	Verification of the financial statements	(4,000)	(3,500)
2.	Assurance audit services		
3.	Related audit services		
4.	Tax advisory		
5.	Other audit services		
	Total	(4,000)	(3,500)