

Summary of Consolidated Statement of Financial Position Information

	<u>As of December 31, 2018</u>
Assets	
Non-current assets	
Property, plant and equipment	6,555,619
Other intangible assets.....	2,287,253
Non-current financial assets	100,687
Deferred tax assets	7,631,515
Total non-current assets	16,575,074
Current Assets	
Inventories	22,240,898
Trade receivables	41,062,292
Other receivables	5,727,873
Other current financial assets	23,282,246
Cash and cash equivalents	39,336,931
Total current assets	131,650,240
Total Assets	148,225,314
Shareholders' equity and liabilities	
Shareholders' equity	
Share Capital	127,612
Other reserves	46,704,383
FTA Reserve	(15,250,613)
Retained earnings	1,111,450
Profit for the year	19,736,729
Total shareholders' equity	52,429,561
Capital pertaining to minority interests.....	200,746
Profit pertaining to minority interests	28,990
Total shareholders' equity pertaining to minority interests	229,736
Total shareholders' equity	52,659,297
Non-current liabilities	
Non-current loans and borrowings.....	18,304,234
Non-current lease liabilities	4,263,627
Other non-current financial liabilities	208,443
Retirement benefit obligations.....	2,600,740
Deferred tax liabilities	145,542
Other non-current liabilities	337,753
Total non-current Liabilities	25,860,339
Current liabilities	
Current loans and borrowings.....	7,198,070
Current lease liabilities	2,443,500
Other current financial liabilities	1,535,558
Current provision for risks and charges	63,839
Contract liabilities	25,377,005
Trade payables	12,055,988
Other payables	21,031,718
Total current liabilities	69,705,678
Total Shareholders' equity and liabilities	148,225,314

Summary of Consolidated Statement of Income Information and Consolidated Statement of Comprehensive Income information

	For the year ended December 31, 2018
Revenue	113,537,838
Other Income.....	1,326,134
Changes in finished and semi-finished products	(1,829,099)
Raw materials and consumables	(34,929,273)
Personnel costs	(21,882,301)
Amortisation and depreciation	(776,726)
Capitalised development costs.....	1,238,043
Commercial and promotion costs	(5,525,666)
Costs for services	(22,422,769)
Other operating expenses.....	(593,428)
Operating profit/(loss).....	28,142,754
Financial charges.....	(619,625)
Financial Income.....	86,532
Foreign exchange gains and losses	(390,114)
Profit before taxes	27,219,547
Income taxes	(7,453,828)
Profit for the year	19,765,719
Profit/(loss) attributable to minority interests	28,990
Profit/(loss) attributable to owners of the Company.....	19,736,729
	For the year ended December 31, 2018
Profit for the year	19,765,719
Other comprehensive income	
<i>Items that may be reclassified subsequently to profit or loss net of income tax:</i>	
- Foreign exchange differences on translation of foreign operations.....	(438,014)
Total items that may be reclassified subsequently to profit or loss net of income tax.....	(438,014)
<i>Items that will not be reclassified subsequently to profit or loss net of income tax:</i>	
- Revaluation of defined-benefit plans	(47,418)
- Income tax relating to items that may/will not be reclassified subsequently to profit or loss	11,380
Total items that will not be reclassified subsequently to profit or loss net of income tax.....	(36,038)
Total other comprehensive income net of income tax	(474,052)
Total comprehensive income net of income tax	19,291,667
- Shareholders of the Parent Company.....	19,256,163
- Minority interests.....	35,504

Summary of Consolidated Cash Flow Information

	For the year ended December 31, 2018
Profit for the year	19,765,719
Income tax	8,626,259
Financial Income	(86,532)
Financial charges	1,009,739
Amortisation and impairment loss on property, plant and equipment	230,760
Amortisation and impairment loss on intangible assets	325,683
TFR disbursements	(117,750)
Net change of deferred tax assets and liabilities	(1,172,432)
Other non-monetary movements	28,089
Income tax paid	(6,347,840)
(Increase)/decrease of inventories	(99,886)
(Increase)/decrease of trade receivables	(9,533,709)
(Increase)/decrease of other non-financial assets	152,749
Increase/decrease of trade payables	1,757,022
Increase/decrease of other non-financial liabilities	(764,668)
Net cash from operating activities	13,773,203
Investment activities:	
Purchases of property, plant and equipment, net of disposals	(830,767)
Purchases of intangible assets, net of disposals	(1,275,120)
Purchases of current financial assets, net of disposals	(19,734,877)
Net cash from investing activities	(21,840,764)
Financing activities:	
New loans and borrowings	5,200,000
Repayments of loans and borrowings	(2,322,559)
Repayments of other financial liabilities	(7,497,322)
Business Combination	19,630
Other equity movements	40,000,000
Net cash (used in) financing activities	35,399,749
Net increase/(decrease) in cash and cash equivalents	27,332,188
Exchange rate effect on cash and cash equivalents	(287,732)
Cash and cash equivalents at beginning of year	12,292,475
Cash and cash equivalents at end of year	39,336,931

	December 31, 2017	Business combinations	Other share capital increases	Other changes	Other components of the Comprehen- sive Income Statement	Result for the year	December 31, 2018
Share Capital	108,284	-	19,328	-	-	-	127,612
Other reserves	36,587,730	(30,066,105)	39,980,672	676,138	(474,052)	-	46,704,383
FTA Reserve	(15,250,613)	-	-	-	-	-	(15,250,613)
Profits / (losses) carried forward	1,930,545	-	-	(819,095)	-	-	1,111,450
Profit / (loss) for the year	-	-	-	-	-	19,736,729	19,736,729
Shareholders' equity	23,375,946	(30,066,105)	40,000,000	(142,957)	(474,052)	19,736,729	52,429,561
Capital and reserves pertaining to minority interests	715,332	-	-	(514,586)	-	-	200,746
Profit/(loss) pertaining to minority interests	-	-	-	-	-	28,990	28,990
Total shareholders' equity pertaining to minority interests	715,332	-	-	(514,586)	-	28,990	229,736
Total shareholders' equity	24,091,278	(30,066,105)	40,000,000	(657,543)	(474,052)	19,765,719	52,659,297

Basis of presentation

The consolidated statement of financial position as at December 31, 2018, the consolidated income statement and the consolidated statement of cash flows for the year ended December 31, 2018 prepared in accordance have been prepared in accordance with the *International Financial Reporting Standards* (“IFRS”) issued by the *International Accounting Standards Board* (“IASB”) and endorsed by the European Union.

The IFRS Statement of financial position and the IFRS Income Statement are obtained by adjusting the final figures, prepared in accordance with Italian law, according to IFRS reclassifications and adjustments to reflect the changes in the presentation, recognition and valuation criteria required by the IFRS.

The aim of the financial data restated in accordance with IFRS is to provide a statement of financial position and income statement of Antares Vision and its Subsidiaries (hereinafter referred to jointly as “Antares Vision”) at December 31, 2018, in accordance with the measurement and measurement criteria set out by the IFRS and endorsed by the European Union. The effects of the transition to IFRS derive from changes in accounting standards and, consequently, as required by IFRS 1, they are reflected in opening Shareholders' Equity at the date of transition (January 1, 2018), net of the tax effect. The transition to IFRS entailed retaining the estimates previously made in accordance with the Italian accounting standards, unless the adoption of IFRS required the formulation of estimates according to different methodologies.

The adjustments were made in accordance with the IFRS accounting standards in force at December 31, 2018, issued by the International Accounting Standards Board (IASB) and endorsed by the European Union, and the interpretations of the International Financial Reporting Committee (IFRIC) and the Standing Interpretations Committee (SIC).

Endorsement process by the European Union and the interpretative and adjustment activity by the official bodies in charge of this is constantly evolving.

Application, accounting options adopted at the time of adoption of IFRS and IFRS accounting policies

Regarding the options required by IFRS, the following are adopted for:

Presentation of financial statements

For the statement of financial position, the "current/non-current" criteria was adopted, while in the income statement, costs are classified based on their nature. It entailed the reclassification of historical financial statements prepared according to the articles 2424 and 2425 of the Italian Civil Code. The Statement of other Comprehensive Income shows revenue and costs that are not recognised in the profit/(loss) for the year as required or permitted by IFRS. The cash-flow statement shows the cash flows from operations, investment and financing activities using the indirect method.

Optional exemptions under IFRS 1 upon first time adoption of the IFRS (January 1, 2018)

The optional exemptions provided by IFRS 1 and adopted by Antares Vision are as follows:

- Business combinations: IFRS 3 has not been applied retrospectively to business combinations that occurred before the date of transition to IFRS;
- Measurement of property, plant and equipment and intangible assets at fair value or, alternatively, at revalued cost as deemed cost: Antares Vision did not use fair value or revalued cost as deemed cost for property, plant and equipment or intangible assets;
- Benefits to employees: cumulative actuarial gains and losses from the start of the plans until the date of transition to IFRS have been recognised directly in shareholders' equity at the date of transition

(January 1, 2018).

Selected accounting treatments within the accounting options provided by the IFRS

IFRS accounting standards and measurement criteria, applied in the preparation of the statement of financial position as of December 31, 2018, are explained in the notes to the financial statements as at December 31, 2019, to which reference should be made (see the paragraph “*First Time Adoption (FTA)*”).

The Antares Vision Group has opted to account for tangible and intangible assets by maintaining the cost criterion consistently with the Italian GAAP financial statements. The adjustments required by IFRS are detailed in the notes presented in the following paragraphs.

Reconciliation of financial position as at December 31, 2018

	December 31, 2018 ITA GAAP	IFRS adjustments	December 31, 2018 IFRS	Note
Assets				
Non-current assets				
Property, plant and equipment	6,555,619	-	6,555,619	
Other intangible assets	2,361,862	(74,609)	2,287,253	1
Non-current financial assets	100,687	-	100,687	
Deferred tax assets	410,855	7,220,660	7,631,515	2
Total non-current assets	9,429,023	7,146,051	16,575,074	
Current Assets				
Inventories	22,240,898	-	22,240,898	
Trade receivables	41,062,292	-	41,062,292	
Other receivables	5,727,873	-	5,727,873	
Other current financial assets	23,282,246	-	23,282,246	
Cash and cash equivalents	39,336,931	-	39,336,931	
Total current assets	131,650,240	-	131,650,240	
Total Assets	141,079,263	-	141,079,263	
Shareholders' equity and liabilities				
Shareholders' equity				
Share Capital	127,612	-	127,612	
Other reserves	47,074,630	(370,247)	46,704,383	
FTA Reserve	-	(15,250,613)	(15,250,613)	
Retained earnings	1,111,450	-	1,111,450	
Profits/(losses) for the year	22,568,303	(2,831,574)	19,736,729	
Total shareholders' equity	70,881,995	(18,452,434)	52,429,561	
Capital pertaining to minority interests.....	200,746	-	200,746	
Profit/(loss) pertaining to minority interests	306,093	(277,103)	28,990	
Total shareholders' equity pertaining to minority interests	506,839	(277,103)	229,736	
Total shareholders' equity	71,388,834	(18,729,537)	52,659,297	3
Non-current liabilities				
Non-current loans and borrowings	18,304,234	-	18,304,234	
Non-current lease liabilities	4,263,627	-	4,263,627	
Other non-current financial liabilities	208,443	-	208,443	
Retirement benefit obligations.....	2,102,157	498,583	2,600,740	4
Deferred tax liabilities	145,542	-	145,542	
Other non-current liabilities	337,753	-	337,753	
Total non-current liabilities	25,361,756	498,583	25,860,339	
Current liabilities				
Current loans and borrowings	7,198,070	-	7,198,070	
Current lease liabilities	2,443,500	-	2,443,500	
Other current financial liabilities	1,535,558	-	1,535,558	
Current provision for risks and charges	63,839	-	63,839	
Contract liabilities	-	25,377,005	25,377,005	5
Trade payables	12,055,988	-	12,055,988	
<i>of which to related parties</i>	<i>(45,841)</i>	<i>-</i>	<i>(45,841)</i>	
Other payables.....	21,031,718	-	21,031,718	
Total current liabilities	44,328,673	25,377,005	69,705,678	
Total Shareholders' equity and liabilities	141,079,263	7,146,051	148,225,314	

Reconciliation of the income statement for the year ended December 31, 2018

	December 31, 2018 ITA GAAP	IFRS adjustments	December 31, 2018 IFRS	Note
Revenue	118,917,581	(5,379,743)	113,537,838	6
Other Income	1,326,134	-	1,326,134	
Changes in finished and semi-finished products.....	(2,983,867)	1,154,768	(1,829,099)	5
Raw materials and consumables	(34,929,273)	-	(34,929,273)	

Personnel costs	(21,882,301)	-	(21,882,301)	
Amortisation and depreciation	(870,745)	94,019	(776,726)	1
Capitalised development costs	1,238,043	-	1,238,043	
Commercial and promotion costs	(5,525,666)	-	(5,525,666)	
Costs for services	(22,422,769)	-	(22,422,769)	
<i>Of which to related parties</i>	(45,841)	-	(45,841)	
Other operating expenses	(439,034)	(154,394)	(593,428)	7
Operating profit/(loss)	32,428,104	(4,285,350)	28,142,754	
Financial charges	(593,973)	(25,652)	(619,625)	4
Financial Income	86,532	-	86,532	
Foreign exchange gains and losses	(390,114)	-	(390,114)	
Profit before taxes	31,530,549	(4,311,002)	27,219,547	
Income taxes	(8,656,153)	1,202,325	(7,453,828)	8
Profit for the year	22,874,396	(3,108,677)	19,765,719	3
Profit/(loss) attributable to minority interests	306,093	(277,103)	28,990	
Profit/(loss) attributable to owners of the Company	22,568,303	(2,831,574)	19,736,729	

Reconciliation of consolidated statement of cash flows for the year ended December 31, 2018

	December 31, 2018 ITA GAAP	IFRS adjustments	December 31, 2018 IFRS	Note
Profit for the year	22,874,396	(3,108,677)	19,765,719	4
Income tax	8,626,259	-	8,626,259	
Financial Income	(86,532)	-	(86,532)	
Financial charges	984,087	25,652	1,009,739	1
Amortisation and impairment loss on property, plant and equipment	230,760	-	230,760	
Amortisation and impairment loss on intangible assets	419,702	(94,019)	325,683	3
TFR disbursements	(117,750)	-	(117,750)	
Net change of deferred tax assets and liabilities	(1,172,432)	-	(1,172,432)	
Other non-monetary movements	(126,305)	154,394	28,089	9
Income tax paid	(6,347,840)	-	(6,347,840)	
(Increase)/decrease in inventories	1,054,882	(1,154,768)	(99,886)	5
(Increase)/decrease in trade receivables	(9,533,709)	-	(9,533,709)	
(Increase)/decrease in other non-financial assets	1,355,074	(1,202,325)	152,749	8
Increase/decrease in trade payables	1,757,022	-	1,757,022	
Increase/decrease in other non-financial liabilities	(6,144,411)	5,379,743	(764,668)	10
Net cash from operating activities	13,773,203	-	13,773,203	
Investment activities:				
Purchases of property, plant and equipment, net of disposals	(830,767)	-	(830,767)	
Purchases of intangible assets, net of disposals	(1,275,120)	-	(1,275,120)	
Purchases of current financial assets, net of disposals	(19,734,877)	-	(19,734,877)	
Net cash from investing activities	(21,840,764)	-	(21,840,764)	
Financing activities:				
New loans and borrowings	5,200,000	-	5,200,000	
Repayments of loans and borrowings	(2,322,559)	-	(2,322,559)	
Repayments of other financial liabilities	(7,497,322)	-	(7,497,322)	
Business Combination	19,630	-	19,630	
Other equity movements	40,000,000	-	40,000,000	
Net cash (used in) financing activities	35,399,749	-	35,399,749	
Net increase/(decrease) in cash and cash equivalents	27,332,188	-	27,332,188	
Exchange rate effect on cash and cash equivalents	(287,732)	-	(287,732)	
Cash and cash equivalents at beginning of year	12,292,475	-	12,292,475	
Cash and cash equivalents at end of year	39,336,931	-	39,336,931	

Reconciliation of consolidated statement of changes in equity as at January 1^s, 2018 and December 31, 2018

	Share Capital	Other reserves	FTA Reserve	Retained earnings	Profit / (loss) for the year	Shareholders' equity pertaining to the Group	Capital pertaining to minority interests	Profit/(loss) pertaining to minority interests	Total shareholders' equity
January 1, 2018 ITA GAAP	108,284	36,921,937	-	1,930,545	-	38,960,766	715,332	-	39,676,098
IAS 19 – Employee Benefits	-	(334,207)	-	-	-	(334,207)	-	-	(334,207)
IFRS 15 - Revenue Recognition	-	-	(15,250,613)	-	-	(15,250,613)	-	-	15,250,613
January 1, 2018 IFRS ...	108,284	36,587,730	(15,250,613)	1,930,545	-	23,375,946	715,332	-	24,091,278
December 31, 2018 ITA GAAP	127,612	47,074,630	-	1,111,450	22,568,303	70,881,995	200,746	306,093	71,388,834
IAS 19 – Employee	-	(370,247)	-	-	(53,793)	(424,040)	-	-	(424,040)

IFRS 15 - Revenue Recognition.....	-	-	(15,250,613)	-	(2,769,104)	(18,019,717)	-	(277,103)	(18,296,820)
IAS 38 – Intangible Assets....	-	-	-	-	(8,677)	(8,677)	-	-	(8,677)
31/12/2018 IFRS.....	127,612	46,704,383	(15,250,613)	1,111,450	19,736,729	52,429,561	200,746	28,990	52,659,297

1. Other intangible assets

Accordingly, to *IAS 38 Intangible Assets* an intangible asset is capitalised if it is identifiable, controllable and able to generate future economic benefits. Therefore, under the IFRS the start-up costs capitalised for the year ended December 31, 2018, according to the Italian GAAP, have been expensed as incurred. It has resulted in:

- Write off of other intangible assets for Euro 75 thousand;
- recognition of other operating expenses for Euro 169 thousand;
- reduction of amortisation of intangible assets by Euro 94 thousand;
- recognition of deferred tax assets for Euro 21 thousand.

The total impact on the income statement is negative for Euro 54 thousand.

2. Deferred Tax Assets

The adjustments made in accordance with the IFRS accounting standards in force at December 31, 2018, have resulted in an increase of the deferred tax assets by Euro 7,221 thousand as follows:

- Euro 21 thousand related to the adjustment of start-up costs, as explained in Note 3 “*Other intangible assets*”;
- Euro 7,080 thousand related to the application of *IFRS 15 - Revenue Recognition*, as explained in Note 7 “*Contract liabilities*”;
- Euro 120 thousand related to the discounting of the severance indemnities, as explained in Note 6 “*Retirement benefit obligations*”.

3. Shareholders’ equity

The adjustments made in accordance with the IFRS accounting standards in force at December 31, 2018, have resulted in a decrease of the shareholders’ equity by Euro 18,740 thousand, as follows:

- the other reserves decreased by Euro 370 thousand due to the discounting of severance indemnities, as explained in Note 6 “*Retirement benefit obligations*”;
- a negative FTA reserve is booked for a total of of Euro 15,251 thousand due to the application of *IFRS 15 - Revenue Recognition*, as explained in Note 7 “*Contract liabilities*”;
- Profit for the year and minority interests decreased by Euro 3,109 thousand due to: (i) Euro 3,046 thousand due to the application of *IFRS 15 – Revenue Recognition*, as explained in Note 7 “*Contract liabilities*”; (ii) Euro 54 thousand as consequence of the application of *IAS 38*, as explained in Note 3 “*Other intangible assets*”; (iii) Euro 9 thousand due to the discounting of severance indemnities, as explained in Note 6 “*Retirement benefit obligations*”.

4. Retirement benefit obligations

The Italian accounting standards require to recognize the Severance Indemnities liability (TFR) based on the nominal debt accrued for each employee in force at the year-end. According to the IFRS, the TFR accrued up to December 31, 2006 falls within the defined benefit plans subject to actuarial assessments (mortality, foreseeable remuneration changes, etc.) to express the current value of the benefit, payable at the end of the

employment contract, accrued at year end. The adjustments made in accordance with the IFRS accounting standards have resulted in the following effects:

- recognition of higher net liabilities for pension funds for Euro 499 thousand;
- decrease of other reserves for Euro 370 thousand due to the actuarial revaluation of the staff severance fund, net of the tax effect;
- recognition of deferred tax assets for Euro 123 thousand;
- decrease of other operating expenses for Euro 14 thousand;
- Recognition of financial charges for Euro 26 thousand.

The total effect on the income statement is negative for Euro 9 thousand.

5. Contract liabilities

According to the Italian accounting standards (OIC) Antares Vision used to recognise the earnings from the sale of machinery, jointly with the related earnings for manuals, training, software and installation activities, upon delivery of the machinery or shipment (according to the applicable Incoterms). Following the analysis of the contracts required by IFRS 15, it has been considered that only for Antares Vision S.p.A., the delivery of the goods and the installation identified in the sales contracts represent a single performance obligation. Revenue recognition will therefore take place after the entire performance obligation has been satisfied. The application of IFRS 15 has therefore resulted in a deferral of revenue, compared to Italian accounting standards, for those contracts where neither performance obligations had been met at December 31, 2018. This different accounting approach has led to the following:

- Recognition of the FTA reserve amounting to Euro 15,251 thousand relating to the deferral of revenues to January 1, 2018;
- Recognition of contract liabilities for Euro 25,377 thousand;
- Recognition of deferred tax assets for Euro 7,080 thousand;
- Deferral of revenue for Euro 5,380 thousand;
- Increase in change in finished and semi-finished products for Euro 1,155 thousand;
- Recognition of deferred tax assets for Euro 1,179 thousand.

The impact on the income statement was negative for Euro 3,046 thousand.

6. Revenue

Adjustments amounting to Euro 5,380 thousand refer to the application of IFRS 15 - Revenue Recognition, as explained in Note 7 "*Contract liabilities*".

7. Other operating expenses

The adjustments made in accordance with the IFRS accounting standards in force at December 31, 2018, have resulted in an increase of the other operating expenses by Euro 154 thousand, as follows:

- increase of Euro 169 thousand due to the write-off of the start-up, as explained in Note 3 “*Other intangible assets*”;
- decrease of Euro 14 thousand due to the discounting of the severance Indemnities as explained in Note 6 “*Retirement benefit obligations*”.

8. Deferred tax assets and liabilities

The application of IFRS resulted in an increase in the allocation for deferred tax assets of Euro 1,202 thousand, due to the following:

- Euro 1,179 thousand following the application of IFRS 15 - Revenue Recognition, as explained in Note 9 “*Other operating expenses*”;
- Euro 21 thousand following the adjustment of start-up and expansion costs, as explained in Note 3 “*Other intangible assets*”;
- Euro 3 thousand following the discounting of severance indemnities, as explained in Note 6 “*Retirement benefit obligations*”.

9. Other non-monetary movements

Other non-monetary movements amounted to Euro 154 thousand due to the effect explained in Note 9 “*Other operating expenses*”.

10. Increase/(decrease) in other financial liabilities

The cash outflow related to the change in other financial liabilities showed a decrease of Euro 5,380 thousand, related to the recognition of higher contract liabilities in the year corresponding to the deferral of revenues described in Note 8 “Revenue”.

Reconciliation notes to the consolidated income statement and consolidated statement of cash flows for the year ended December 31, 2018 included as comparative figures in the Antares Vision Group's consolidated financial statements for the year ended December 31, 2019

The comparability of the information set out in this document has been affected by the transition to IFRS, on January 1, 2018; therefore, the 2019 Consolidated Financial Statements include, as comparative data, the financial information as at and for the year ended December 31, 2018 restated for the effects of the transition to IFRS; while the 2018 Consolidated Financial Statements have been prepared in accordance with IFRS for the sole admission purposes.

The below shows the reconciliation between the consolidated income statement and the consolidated statement of cash flows for the year ended December 31, 2018 set out in this document and the consolidated income statement and the consolidated statement of cash flows for the year ended December 31, 2018 included as comparative data in the consolidated financial statements of the Antares Vision Group as at December 31, 2019. In this regard, it is specified that the statement of financial position, the consolidated statement of comprehensive income and the statement of changes in equity have not changed.

Reconciliation notes to the consolidated income statement

	For the year ended December 31,			Note
	December 31, 2018 IFRS	Reclassification	December 31, 2018 IFRS	
Revenue	113,537,838	-	113,537,838	
Other Income.....	1,326,134	-	1,326,134	
Changes in finished and semi-finished products	(1,829,099)	-	(1,829,099)	
Raw materials and consumables	(34,592,234)	(337,039)	(34,929,273)	A
Personnel costs	(24,528,610)	2,646,309	(21,882,301)	B
Amortisation and depreciation.....	(556,443)	(220,283)	(776,726)	C
Impairment of financial assets	(220,283)	220,283	-	C
Capitalised development costs.....	1,238,043		1,238,043	
Agents' commission.....	(3,480,760)	3,480,760	-	D
Installation costs.....	(4,024,999)	4,024,999	-	E
Commercial and promotion costs		(5,525,666)	(5,525,666)	A
Costs for services	-	(22,422,769)	(22,422,769)	A
<i>of which to related parties.....</i>	<i>(45,841)</i>	<i>-</i>	<i>(45,841)</i>	
Other operating expenses.....	(18,726,833)	18,133,405	(593,428)	A
Operating profit/(loss).....	28,142,754	-	28,142,754	
Financial charges.....	(619,625)	-	(619,625)	
Financial Income.....	86,532	-	86,532	
Foreign exchange gains and losses	(390,114)	-	(390,114)	
Profit before taxes	27,219,547	-	27,219,547	
Income taxes	(7,453,828)	-	(7,453,828)	F
Profit for the year	19,765,719	-	19,765,719	
Profit/(loss) attributable to minority interests	28,990	-	28,990	
Profit/(loss) attributable to owners of the Company.....	19,736,729	-	19,736,729	

A. Reclassification of other operating expenses

Other operating expenses were partially reclassified, for Euro 18,133 thousand, under the following items, deemed to be more representative of the respective underlying transactions:

- Raw materials and consumables for Euro 337 thousand;
- Commercial and promotion costs (a newly introduced item) for Euro 2,045 thousand;
- Costs for services (newly introduced item) for Euro 15,751 thousand.

B. Reclassification of personnel costs

Personnel costs were partially reclassified for Euro 2,646 thousand, corresponding to costs incurred for external collaborators, among service costs.

C. Reclassification of impairment of financial assets

Impairment of financial assets, related to the provision for impairment losses on trade receivables, have been entirely reclassified under amortisation and depreciation.

D. Reclassification of agents' commission

The Agents' commission were entirely reclassified under the broader heading Commercial and promotion costs.

E. Reclassification of installation costs

The installation costs have been entirely reclassified under the broader heading Service costs.

F. Summary of income taxes items

Income taxes, previously detailed in the various cases (i) current taxes; (ii) Deferred tax assets; (iii) Deferred tax liabilities; (iv) taxes related to previous financial years, are now shown under one heading.

Notes to the reconciliation of the consolidated cash flows statements

In line with the consolidated income statement template, the items presented in the consolidated statement of cash flow have been sorted, aggregated and renamed in order to facilitate the reader of the financial statements in understanding the cash flows of the period.

Among the most significant changes applied were financial charges, which were aggregated in a single change within the net cash flow from operating activities, while the payment of interest was classified in the financial management. The net cash flow from investing activities included the net cash flows relating to tangible, intangible and financial assets, which had previously been shown on several lines divided into purchases and disposals. In the cash flows from financing activities, repayments of loans and borrowings have been more clearly distinguished from those relating to other financial liabilities. Finally, the exchange rate effect on cash and cash equivalents has been explained.

NDEPENDENT AUDITORS' AUDIT REPORT ON CONSOLIDATED FINANCIAL INFORMATION AS OF DECEMBER 31, 2018,
RESTATE IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS ("IFRS") AS ADOPTED BY THE
EU FOR THE SOLE PURPOSE OF ITS INCLUSION IN THE LISTING PROSPECTUS
(Translation from the original Italian text)

To the Board of Directors of
Antares Vision S.p.A.

1. We have audited the accompanying consolidated financial information as of December 31, 2018, restated in accordance with international financial reporting standards ("IFRS") as adopted by the European Union (the "Restated Consolidated Financial Information") comprising the consolidated statement of financial position, the consolidated statement of income, the consolidated comprehensive income, the changes in consolidated shareholders' equity and the consolidated cash flows and the related explanatory notes of Antares Vision S.p.A. and its subsidiaries (the "Antares Vision Group") as of and for the year ended December 31, 2018. The Restated Consolidated Financial Information has been prepared for the sole purpose of its inclusion in the listing prospectus (the "Prospectus") to be prepared in compliance with EU Regulation 2017/1129 for the listing of Antares Vision S.p.A.'s shares and warrants on the Italian Stock Exchange (*Mercato Telematico Azionario*) organized and managed by Borsa Italiana S.p.A.. The purpose of this Restated Consolidated Financial Information is to present the consolidated financial position of the Antares Vision Group as of December 31, 2018 and the consolidated income statement, the consolidated comprehensive income statement, the changes in consolidated shareholders' equity and the consolidated cash flows for the year then ended in accordance with the measurement and valuation criteria required by IFRS as adopted by the EU and described in the explanatory notes. The preparation of the Restated Consolidated Financial Information is responsibility of the Directors of Antares Vision S.p.A.. Our responsibility is to issue an opinion on the Restated Consolidated Financial Information based on our audit.
2. We conducted our audit in accordance with International Standards on Auditing (ISA Italia) and considering CESR Recommendation 05-054b as amended by ESMA (*European Securities and Markets Authority*). In accordance with the aforementioned principles and criteria, our audit has been planned and conducted with the purpose of acquiring all the elements necessary to assess if the Restated Consolidated Financial Information is affected by any material misstatement and if it is reliable as a whole. An audit includes examining, on a sample test basis, evidence supporting the amounts and information included in the Restated Consolidated Financial Information, as well as the valuation of the adequacy and correctness of the accounting criteria used and the reasonableness of Directors' estimates. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.
3. In our opinion, the Restated Consolidated Financial Information has been prepared in compliance with the criteria described in the explanatory notes and accordingly, for the sole purpose of its inclusion in the Prospectus to be prepared in compliance with EU Regulation 2017/1129 for the listing of Antares Vision S.p.A.'s shares and warrants on the Italian Stock Exchange (*Mercato Telematico Azionario*) organized and managed by Borsa Italiana S.p.A., give a true and fair view of the consolidated financial position of the Antares Vision Group as of December 31, 2018, and of its consolidated income, consolidated comprehensive income, changes in consolidated shareholders' equity and consolidated cash flows for the year then ended.
4. As described by the Directors in the explanatory notes, in compliance with the EU Regulation 2017/1129 and the CESR Recommendation 05-054b as amended by ESMA, the Restated Consolidated Financial Information is prepared for the sole purpose of its inclusion in the Prospectus and does not include the comparative figures and the relevant explanatory notes which would be required to give a full presentation of the consolidated statement of financial position and the consolidated statement of income, consolidated comprehensive income, changes in consolidated shareholders' equity and consolidated cash flows of the Antares Vision Group in compliance with IFRS as adopted by the EU. As a result the Restated Consolidated Financial Information cannot be considered a first time adoption of IFRS.

Brescia, Italy
December 17, 2020
EY S.p.A.
Signed by: Stefano Colpani, Auditor

This report has been translated into the English language solely for the convenience of international readers.