

A person wearing a blue pinstriped suit jacket is holding a large stack of Euro banknotes. The banknotes are fanned out, showing various denominations including 100, 50, and 20 Euro. The scene is set against a dark blue background with a subtle pattern of diagonal lines.

FINANCIAL STATEMENTS

ANNUAL FINANCIAL REPORTS AND STATEMENTS

2019

2019

FINANCIAL STATEMENTS AND REPORTS

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LERTECO ASSET

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CORRESPONDENTS (AFFILIATES) & ADDRESS:

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Pori, Finland.
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FOR THE YEAR ENDED DECEMBER 31, 2019

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From the account officer's Desk
For the year ended December, 2019.

ACCOUNT OFFICER:**Acc. Kypros Moucador B.****REGISTERED OFFICE ADDRESS:**

Harju maakond, Tallinn, Kesklinna linnaosa, Narva mnt 5, 10117, Estonia.

Denmark: Strandvejen 248, 2920 Charlottenlud, Denmark.

Sweden: Hantverkargatan 4, 112 21 Stockholm, Sweden.

Poland: Bursztynowa 20, 05-800 Pruszkow, Poland.

REGISTRATION NUMBER:

HE 14162597

INSURER:**FINSURANCE - FINS Insurance LLC**

Pori, Finland.
www.kubeinsurance.com

FROM THE ACCOUNT OFFICER'S DESK
FOR THE YEAR ENDED DECEMBER 31, 2019

The Account Officer as it is supposed, presents his report with the financial statements of the company for the period through the year ended December 31, 2019.

INCORPORATION

The company, Lerteco Asset LLC was incorporated on the 5 day of April, 2017.

EVENTS SINCE THE END OF THE PERIOD

Information – all and needful relating to events since the end of the period is clearly detailed in the notes to the financial statements.

DIRECTOR

Acc. Kypros Moucador B. was appointed as the director of management on the 15th day of December, 2018 and held office during the whole of the period from then till the period of this publication.

The director, being eligible, offers himself for election at the forthcoming **Annual General Meeting**.

This report has been fully prepared in accordance with the Companies Law, Cap. 113 Section 15 – 10 of the Republic of Cyprus.

ON BEHALF OF THE BOARD AND MANAGEMENT:

Acc. Kypros Moucador B.

Account Officer,
Lerteco Asset LLC

December 20, 2019

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED DECMEBER 31, 2019

	Notes	U.S Dollars (USD) x 1,000,000
TURNOVER		-
Operational Expenses		4.702
GROSS LOSS		4.702
Administrative Expenses		1.446
OPERATING LOSS AND LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	2	6.148
Tax on Loss on Ordinary Activities	3	-
LOSS FOR THE FINANCIAL PERIOD		6.148

BALANCE SHEET

FOR THE YEAR ENDED DECEMBER 31, 2019

	Notes	U.S Dollars (USD) x 1,000,000	U.S Dollars (USD) x 1,000,000
FIXED ASSETS			
Intangible Assets	4		80.0451
Tangible Assets	5		12.4125
			<u>92.4576</u>
CURRENT ASSETS			
Debtors	6	18.1704	
Cash Reserved		75.0028	
		<u>93.1732</u>	
CREDITORS			
Amounts fall due within one year	7	63.7552	
		<u>63.7552</u>	
NET CURRENT LIABILITIES			<u>99.6046</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>6.147</u>

BALANCE SHEET CONTINUED

FOR THE YEAR ENDED DECEMBER 31, 2019

CAPITAL AND RESERVES		
Called up Share Capital	8	0.001
Profit and Loss Account	9	6.148
		<hr/>
SHAREHOLDER'S FUNDS		
		6.147
		<hr/>

The company is entitled to exemption from audit under Section 376 of the Companies Law for the period through the year ended December 31, 2019.

The members have not required the company to obtain an audit of its financial statements for the period through the year ended December 31, 2019.

The managing director acknowledges his responsibilities for:

- Ensuring that the sole company keeps accounting records which comply with the corresponding sections of the Companies Law and
- Preparing financial statements which give a transparent view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements in the also corresponding sections and which otherwise comply with the requirements of the Companies Law relating to the financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part 18 of the Companies Law relating to financial institutions and with the Financial Reporting Standard for big entities.

The financial statements were approved and authorised for issue and publication on December 20, 2019 and was signed and endorsed by:

Acc. Kypros Moucador B.

Account Officer,
Lerteco Asset LLC

DRAFTS TO THE FIN. STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2019

- **ACCOUNTING POLICIES**

Basis of preparing the financial statements

The financial statements have been prepared on the ongoing concern basis which assumes that the company will continue business for the foreseeable future

The validity of the assumption is supported by the base fact that during May of the same year as that of this report, the company raised additional capital of 18,875,000 USD through the issue of new share capital.

Accounting convention

The financial statements have been under the historical cost convention and in full accordance with the Financial Reporting Standard for big entities.

Development Costs

Costs incurred for the for the development of software platforms and systems are capitalized on the balance sheet space in the intangible fixed assets.

No amortization charge has been made for the period because the asset has not been brought into use as at the 31st December 2018.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	-	25.5% on cost
Computer equipment	-	33.5% on cost

Deferred tax

Deferred tax is recognized in respect of all timing differences that have originated but not reversed at the balance sheet date.

DRAFTS TO THE FIN. STATEMENTS CONTINUED
FOR THE YEAR ENDED DECEMBER 31, 2019

Hire purchases and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the lease period

• **OPERATING LOSS**

The operating loss is stated after charging – crediting:

Depreciation – owned assets	-	1.0055 x 10 ⁶ USD
Foreign exchange differences	-	170

Director's remuneration and other benefits etcetera.

• **TAXATION**

Analysis of the tax charge

No liability to Cyprus corporation tax arose on ordinary activities for the period.

• **INTANGIBLE FIXED ASSETS**

COST	Development Costs – USD x 1,000,000
Additions	80.0451
At December 31, 2019	80.0451
NET BOOK VALUE	
At December 31, 2019	80.0451

DRAFTS TO THE FIN. STATEMENTS CONTINUED
FOR THE YEAR ENDED DECEMBER 31, 2019

• **TANGIBLE FIXED ASSETS**

COST	Fixtures and fittings – USD	Computer equip. – USD	Development Costs – USD x 1,000,000
Additions	1.5705	10.063	13.418
At December 31, 2019	1.5705	10.063	13.418
DEPRECIATION			
Additions	0.835	0.8755	1.0055
At December 31, 2019	0.835	0.8755	1.0055
NET BOOK VALUE			
At December 31, 2019	2.4055	10.007	12.4125

• **DEBTORS: AMOUNTS FALL DUE WITHIN ONE YEAR**

	U.S Dollars (USD) x 1,000,000
VALUE ADDED TAX (VAT)	18.1704

DRAFTS TO THE FIN. STATEMENTS CONTINUED
FOR THE YEAR ENDED DECEMBER 31, 2019

• **CREDITORS: AMOUNTS FALL DUE WITHIN ONE YEAR**

	U.S Dollars (USD) x 1,000,000
Social Security and Others	16.4242
Director's Loan Acc.	4.3305
Accrued Expenses	43.0005
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	63.7552
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• **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number	Class	Nominal Value (USD) 10⁶	U.S Dollars (USD) x 1,000,000
1,000,000	Ordinary	1	1
			<hr/>

• **RESERVES**

	Profit and Loss Acc. – USD x 1,000,000
Deficit for the period	6.148
At December 31, 2019	6.148
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	U.S Dollars (USD) x 1,000,000	U.S Dollars (USD) x 1,000,000
Income		-
Cost of sales		
Direct Costs		0.6600
		<hr/>
GROSS LOSS		0.6600
		<hr/>
Expenditure	2.307	2.307
	<hr/>	
Finance costs		
Other charges		3.141
		<hr/>
NET LOSS		6.148
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- **POST BALANCE SHEET EVENTS** – DURING MAY 2019, THE COMPANY RAISED ADDITIONAL CAPITAL OF 18,875,000 USD THROUGH THE ISSUE OF NEW SHARE CAPITAL

TARGET REVENUE FOR THE NEXT YEAR FOR THE YEAR ENDED DECEMBER 31, 2019

TARGET REVENUE FOR YEAR - 2020

	Banking	Investments	MERCO	Real Estate	Affiliate Programs	Total
Value (Million USD)	6.20	6.07	10.33	4.15	3.88	30.63
Value (Percent - %)	20.24	19.82	33.73	13.55	12.66	100

In the board meeting held on the 31st day of December 2019, emphasis was laid on the need for more advancement and improvement in our trading sector as it stimulates other sectors simultaneously.

For the year 2020, we have targeted a total of **30.63 Million USD** profit (after tax) with a whopping **20.24%** of this gross total coming from the banking sector alone. For this, things have been put together in the needed places to facilitate this.

This is our shared value and we hope to deliver the best of our services to our shareholders, unbridled and without compromises.

DISCLAIMER

Trading foreign currencies as well as involvement with financial commodities and securities can be a challenging and potentially profitable opportunity for investors. However, before deciding to participate in the Forex market, you should carefully consider your investment objectives, level of experience, and risk appetite. Most importantly, do not invest money you cannot afford to lose.

There is considerable exposure to risk in any foreign exchange transaction. Any transaction involving currencies involves risks including, but not limited to, the potential for changing political and/or economic conditions that may substantially affect the price or liquidity of a currency. Investments in foreign exchange speculation may also be susceptible to sharp rises and falls as the relevant market values fluctuate.



MERCOR ASSET LLC

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