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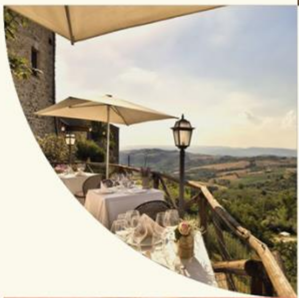

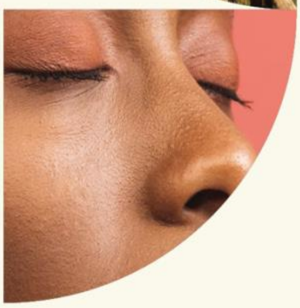

Half-year Report 2023

SUPPORTING NEXT-GENERATION EXPERIENCES, HOSPITALITY & HAPPINESS

Neue Schönhauserstr. 3-5
10178 Berlin
Germany

029 Group SE - Half Year Report 2023

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1. To Our Shareholders

A. 029 GROUP SE AT A GLANCE

We are a global hospitality and lifestyle platform blending luxury, technology, and community to build and support category-defining brands aimed at making people's lives happier.

We believe that the next generation of consumer brands will be built on **connection**, **experiences**, and **inspiration**. In a post-pandemic world, new patterns of work, life & leisure as well as a shift in consumerism are emerging and accelerating.

These trends create opportunities in hospitality and lifestyle for innovation-driven entrepreneurship with a strong community focus. 029 Group backs the most audacious entrepreneurs with a hands-on investment approach, focusing on areas where we can add significant value through our platform, global network and company building expertise.

- 7 Portfolio Companies[1]
- Market Cap: EUR 82.5m as of 31 August 2023
- Capital Invested (reflecting historical cost basis of investment): EUR 4.5m[2]
- Preferred Investment Stage: Pre-Seed and Seed
- Companies incubated: 2

[1] Includes our new investment into fjör skincare made outside the relevant reporting period.
[2] Reflects approximate historical cost basis of the portfolio at an assumed FX rate of Sterling to Euro of 1.14; an assumed FX rate of USD to EUR of 1.02 and an assumed FX rate of CHF to EUR of 1.03.

B. LETTER TO OUR SHAREHOLDERS

Dear Shareholders,

The first six months of 2023 for 029 Group SE were marked by continued macroeconomic volatility and uncertainty in public and private markets as inflation continued to be persistent and asset prices adjusted to the “new reality”. Consensus appears to be forming that inflation is now here to stay and that we are unlikely to see a return to a zero-interest rate environment any time soon.

As venture and growth investors, these trends impact our core business as the investor community is discounting future cash flows more aggressively, impacting valuations and private funding markets availability. Global venture funding amounted to approximately $130 bn in H1 2023, less than half of total global venture funding in 2022.[3] The number of deals also dropped significantly, with approximately 14,000 deals announced in H1 2023, compared to approximately 20,000 deals announced in the prior year period.[4]

We expect private funding markets to remain very challenging for the next 6 months, as private market valuations continue to adjust. We believe that we have not yet seen the full extent of asset repricing observed in public markets. In addition, many venture backed companies have tried to defer fundraising efforts over the last 18 months betting on improved funding market conditions to avoid down rounds, including potentially painful pay to play rounds. We expect that this will provide additional pressure on funding markets as a significant cohort of companies will run out of runway in H2 2023, resulting in a glut of companies looking to raise at the same time while investors continue to be very prudent and selective. We also observe that deals are taking much longer to complete.

Notwithstanding some of the doom and gloom, there were some signs of hope as well. The IPO markets showed early signs of recovery after having bottomed out dramatically in Q1 2023, albeit with activity levels remaining far below levels seen in the last few years.[5] We generally adopt a cautiously optimistic outlook for the remainder of the year across investor communities.

Global growth is projected to fall from an estimated 3.5 percent in 2022 to 3.0 percent in both 2023 and 2024.[6] While the forecast for 2023 is modestly higher than predicted in the April 2023 World Economic Outlook (WEO), it remains weak by historical standards. Global headline inflation is expected to fall from 8.7 percent in 2022 to 6.8 percent in 2023 and 5.2 percent in 2024.[7] Underlying (core) inflation is projected to decline more gradually, and forecasts for inflation in 2024 have been revised upward.

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[3] CBInsights, *The State of Venture*, H2 update.
[4] CBInsights, *The State of Venture*, H2 update.
[5] CBInsights, *The State of Venture*, H2 update.
[6] IMF, *World Economic Outlook*, July 2023 Update.
[7] IMF, *World Economic Outlook*, July 2023 Update.

However, the higher end segments of leisure and hospitality continued to perform very strong defying sectoral expectations as households and disposable income are increasingly under pressure from high levels of inflation. The global hotel market is thriving, with the UAE-based Global Hotel Alliance reporting a significant revenue increase of 122 percent in the first half of 2023 compared to the same period in 2022[8], and the luxury hotel segment, represented by companies like Hilton, Marriott, and Hyatt, experiencing robust growth, with projected future growth at a CAGR of 11.1 percent to reach $128.54 bn by 2030 according to Fortune Business Insights[9].

Consumers appear to continue to be willing to spend heavily on travel and experiences, which we believe validates our thesis that there is significant opportunity for next generation founders to create value.

Strategically, we believe that challenging markets offer real opportunity for value. On the one hand, we advise our companies to focus on core activities, positive cash flow and disciplined spending to extend runway as far out as possible. On the other hand, we believe we are able to negotiate new investments on highly attractive terms as many excesses of the bull market such as inflated valuations and founder secondaries have washed away. For example, in July 2023 (outside of our reporting period), we announced that we lead a GBP 400,000 pre-seed investment round in fjör, a science-driven D2C skincare brand based in London.

Despite challenging macroeconomic headwinds, we generally saw solid operating performance from the majority of our portfolio companies.

Limestone Capital continued to build on the strong momentum of the previous year, achieving notable milestones in the first half of 2023. Limestone's Fund I has fully deployed its capital and is currently in the process of asset conversion with positive results. In addition, Limestone's Fund II has experienced another round of capital infusion and has reached a significant double-digit million amount. The hotel project in downtown Lisbon received full architectural approval from the city council, representing significant progress. Meanwhile, the project in Mallorca has entered the development phase and is expected to be completed in June 2024. In Madrid, a deal for an 88-room hotel in the city center was successfully signed. Limestone's operating properties exceeded expectations and achieved a 30 percent increase in revenue compared to the pre-pandemic years, well in line with growth in the luxury hospitality sector. These developments underpin Limestone Capital's strong momentum in identifying and creating value within the hospitality sector.

Emerald Stay, an integrated leisure property asset manager for high end holiday homes, continues to benefit from surging demand returning to the high-end travel sector with strong booking volumes across the portfolio (+75 percent y/o/y, of which 58 percent organic growth) and low churn levels (0% versus 15 percent industry levels for the last twelve months) validating its value proposition for holiday homeowners while benefiting from its asset light model. In H1, Emerald Stay successfully raised EUR 7m through a mix of debt and convertible debt to fund portfolio acquisitions. Emerald Stay projects next twelve months revenues to

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[8] Global Hotel Alliance, Global Hotel Alliance Reports Another Strong Quarter To End H1 On A High, July 2023.
[9] Fortune Business Insights, Luxury Hotel Market, June 2023.

grow by over 400 percent and to achieve positive EBIT. Operationally, Emerald Stay completed the acquisition of Ski Verbier Exclusive ("SVE"), the leader in luxury chalet rentals in Verbier, Switzerland. This acquisition will spearhead's Emerald's entry into the ultra-luxury segment, with Tom Avery, SVE's founder, joining Emerald Stay as new head of luxury.

Hotelbird, the leading provider of digital check-in/out solutions in the German hospitality industry, further expanded its leading position in the first half of 2023, following an increase in the number of paying hotel partners and SaaS revenues. In May 2023, Hotelbird achieved record revenue, strengthened its path to profitability, and reported a positive EBIT margin. Hotelbird's positive trend is reinforced by a growing existing business and a filled sales pipeline. Further important milestones were achieved in the further development of the product and in the acquisition of additional strategic partnerships. Hotelbird has introduced a cutting-edge automated kiosk in partnership with KIOSK Embedded Systems, offering a contactless and convenient check-in/out experience, addressing staffing shortages in the hospitality industry. Additionally, Hotelbird introduced a feature enabling guests to easily share feedback on various review platforms, enhancing the hotel's online reputation and attracting more bookings. Hotelbird's strategic partnership with Adyen continues to expand, streamlining hotel-related processes and offering integrated solutions to companies like Meininger and Motel One.

TRIP achieved significant milestones during the first half of 2023, solidifying its position as a leader in the UK's CBD drinks market. According to NielsenIQ data, TRIP has been recognized as the fastest-growing drinks brand in the UK, with an astonishing year-over-year sales growth of 522 percent through February 2023. Additionally, TRIP has secured the prestigious title of Great Taste Producer from the Guild of Fine Food, making it the first CBD brand to receive such an honor and underscores its unique position as the world's leading CBD drink brand, with an impressive 88 percent market share in the UK.

Brother's Bond continued to strengthen its business development activities, expanding its reach to 45 states in the United States. The introduction of new products, such as Brothers Bond RYE, has been met with acclaim, receiving double gold and gold awards with a 95-proof rating. As of 30 June 2023, Brother's Bond had expanded its presence to approximately 17,000 retail locations (up from 15,000 in 2022) and approximately 4,000 on-premises locations (up from 2,700 in 2022). Brother's Bond maintains its status as the most followed spirit brand on Instagram with 1.86m followers, and this social media dominance has facilitated significant collaborations with retailers and on-trade partners, contributing to sales growth.

Conscious Good faced certain challenges in product development, cost inflation and challenging funding markets in H1 2023. In addition, the company parted ways with its founding CEO. Conscious Good is currently evaluating strategic options, including hiring new senior leadership.

OUTLOOK SECOND HALF YEAR 2023

We expect that funding markets (both public and private) will remain highly challenging in H2 2023 but are cautiously optimistic that great founders and companies will continue to attract funding. Despite the challenging first six months of the year, we are confirming our full forecast for the year, provided that macroeconomic factors remain within the forecast range.

Finally, we expect to explore various funding options in the second half of the year to fund our working capital requirements and tap into new investment opportunities, subject to market conditions.

Lorin Van Nuland
Managing Director
Berlin, 27 September 2023

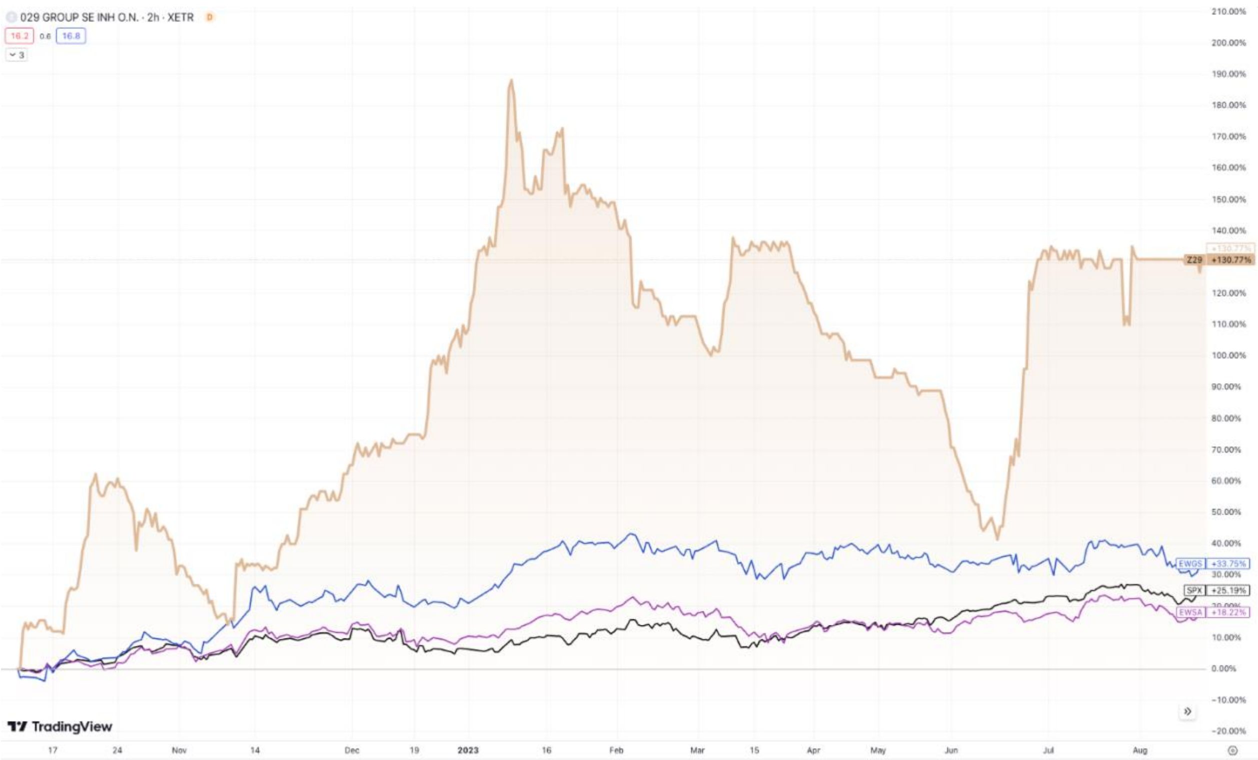
C. INVESTOR INFORMATION

SHARE PRICE DEVELOPMENT

Since the listing on the regulated market on 5 October 2022, the value of the shares of 029 Group SE (ticker: Z29) has increased by more than 130 percent. Since the beginning of 2023, the share price continued to rise, reaching a value of EUR 16.50 on 30 August 2023, an increase of 10.74 percent. An all-time high was recorded on 09 January 2023, when the share price rose to EUR 20.90. The first half of 2023 was again closed with a share price of EUR 16.70. Since the end of the first half of 2023, the share price has stabilized at around EUR 16.50.

BENCHMARK INDEX OUTPERFORMANCE

029 Group SE share price development in 2022 as from the uplisting into the regulated market (130.77 percent increase) outperformed all relevant benchmark indices as set out below. While the 029 Group SE recorded a positive price performance of 10.74 percent during the reporting period (01 January – 30 August, 2023), the benchmark indices MSCI Germany Small-Cap ETF (ticker: EWGS) and MSCI World Small-Cap ETF (ticker: EWSA) showed an increase of only 10.64 percent and 7.07 percent, respectively. However, the S&P 500 (ticker: SPX) outperformed the 029 Group SE with a gain of 17.86 percent.



ANALYST COVERAGE

029 Group SE is currently covered by two analysts from two institutions: NuWays by Hauck Aufhäuser Lampe and AlsterResearch.

Broker	Analyst	Rating	Target price / Fair Value	Target Market Cap / FV Market Cap
AlsterResearch	Thomas Wissler	“Hold”	EUR 13.80	EUR 69.00m
NuWays by Hauck Aufhäuser Lampe	Christian Sandherr	“Hold”	EUR 15.00	EUR 75.00m

CONTACTS

INVESTOR RELATIONS

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LORIN VAN NULAND
Managing Director
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2. Interim Management Report

A. REPORT ON BUSINESS AND ECONOMIC POSITION

1. MACROECONOMIC AND INDUSTRY DEVELOPMENTS

At a macro level, H1 2023 continued to be challenging, with the dislocation in capital and private funding markets, mixed economic signals, and the ongoing war in the Ukraine. The macroeconomic environment dominated the conversation with inflation, rate hikes, and economic fears driving sentiment and price action.

Global growth is projected to fall from an estimated 3.5 percent in 2022 to 3.0 percent in both 2023 and 2024.[10] While the forecast for 2023 is modestly higher than predicted in the April 2023 World Economic Outlook (WEO), it remains weak by historical standards. The rise in central bank policy rates to fight inflation continues to weigh on economic activity. Global headline inflation is expected to fall from 8.7 percent in 2022 to 6.8 percent in 2023 and 5.2 percent in 2024.[11] In June 2023, the European Union recorded an annual inflation rate of 6.4 percent.[12] Underlying (core) inflation is projected to decline more gradually, and forecasts for inflation in 2024 have been revised upward.[13]

The recent resolution of the US debt ceiling standoff and, earlier this year, strong action by authorities to contain turbulence in US and Swiss banking reduced the immediate risks of financial sector turmoil. This moderated adverse risks to the outlook for the global economy. However, the balance of risks to global growth remains tilted to the downside. Inflation could remain high and even rise if further shocks occur, including those from an intensification of the war in Ukraine and extreme weather-related events, triggering more restrictive monetary policy. Financial sector turbulence could resume as markets adjust to further policy tightening by central banks. China's recovery could slow, in part as a result of unresolved real estate problems, with negative cross-border spillovers. Sovereign debt distress could spread to a wider group of economies. On the upside, inflation could fall faster than expected, reducing the need for tight monetary policy, and domestic demand could again prove more resilient.[14]

In most economies, the priority remains achieving sustained disinflation while ensuring financial stability. Therefore, central banks are expected to remain focused on restoring price stability and strengthen financial supervision and risk monitoring.

Major indices showed a strong recovery led by technology stocks. The S&P 500 Index returned 16.67 percent in H1 2023, compared to -20.92 percent in H1 2022. The Nasdaq 100 returned 43.33 percent in H1 2023, compared to -5.38 percent in H1 2022.[15,]

[10] IMF, *World Economic Outlook*, July 2023 Update.
[11] IMF, *World Economic Outlook*, July 2023 Update.
12 European Commission, Annual Inflation down to 5.5% in euro area, June 2023
[13] IMF, *World Economic Outlook*, July 2023 Update.
[14] IMF, *World Economic Outlook*, July 2023 Update.
15 Trading View, September 2023

Conditions in venture funding markets continued to be very challenging. Global venture funding amounted to approximately USD 130bn in H1 2023, less than half of total global venture funding in 2022.[16] The number of deals also dropped significantly, with approximately 14,000 deals announced in H1 2023, compared to approximately 20,000 deals announced in the prior year period.[17]

The global hotel market has continued to outperform. The world's largest alliance of independent hotel brands, the UAE-based Global Hotel Alliance, reports a very positive first half of the year, with total revenue exceeding USD1.2bn, a 122 percent increase over the first half of 2022. July and August build on this momentum with record-breaking performance potential[18]. The luxury hotel segment is experiencing strong growth, as evidenced by the performance of leading hotel companies such as Hilton, Marriott, and Hyatt. Hilton, for instance, reported a 12.1 percent increase in revenue per available room (RevPAR) in the second quarter of 2022 compared to the same period in 2019 and a 9.3 percent year-over-year increase. Marriot also reported a 13.5 percent increase in RevPAR globally in Q2 2022, with international markets alone posting a remarkable 39.1 percent year-over-year growth. In addition, Hyatt achieved record total fee revenue in Q2, demonstrating a strong industry trend toward growth in the luxury hotel industry[19]. For the forecast period 2023-2030, Fortune Business Insights projects that the luxury hotel market will grow at a CAGR of 11.1 percent to reach a market size of USD 128.54bn[20].

16 CBInsights, the State of Venture, H2 update.
17 CBInsights, the State of Venture, H2 update.
18 Global Hotel Alliance, Global Hotel Alliance Reports Another Strong Quarter To End H1 On A High, July 2023.
19 Hospitality On, Hospitality Industry keeps pace, August 2023.
20 Fortune Business Insights, Luxury Hotel Market, June 2023.

2. PORTFOLIO REVIEW

Our portfolio is currently organized across three segments: Hospitality, Enabling Technologies, and Consumer Brands. The majority of our portfolio companies continued with solid operational and financial performance.

2.1 HOSPITALITY

Limestone Capital, a vertically integrated investment firm, continued to build on the strong momentum of the previous year, achieving notable milestones in the first half of 2023. Limestone's Fund I has fully deployed its capital and is currently in the process of asset conversion with positive results. In addition, Limestone's Fund II has experienced another round of capital infusion and has reached a significant double-digit million amount. The hotel project in downtown Lisbon received full architectural approval from the city council, representing significant progress. Meanwhile, the project in Mallorca has entered the development phase and is expected to be completed in June 2024. In Madrid, a deal for an 88-room hotel in the city center was successfully signed. Limestone's operating properties exceeded expectations and achieved a 30 percent increase in revenue compared to the pre-pandemic years, well in line with growth in the luxury hospitality sector. These developments underpin Limestone Capital's strong momentum in identifying and creating value within the hospitality sector.

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2.2 ENABLING TECHNOLOGIES

Hotelbird, the leading provider of digital check-in/out solutions in the German hospitality industry, further expanded its leading position in the first half of 2023, following an increase in the number of paying hotel partners and SaaS revenues. In May 2023, Hotelbird achieved record revenue, strengthened its path to profitability, and reported a positive EBIT margin. Hotelbird’s positive trend is reinforced by a growing existing business and a filled sales pipeline. Further important milestones were achieved in the further development of the product and in the acquisition of additional strategic partnerships. Hotelbird has introduced a cutting-edge automated kiosk in partnership with KIOSK Embedded Systems, offering a contactless and convenient check-in/out experience, addressing staffing shortages in the hospitality industry. Additionally, Hotelbird introduced a feature enabling guests to easily share feedback on various review platforms, enhancing the hotel's online reputation and attracting more bookings. Hotelbird's strategic partnership with Adyen continues to expand, streamlining hotel-related processes and offering integrated solutions to companies like Meininger and Motel One.

2.3 CONSUMER BRANDS

TRIP, achieved significant milestones during the first half of 2023, solidifying its position as a leader in the UK's CBD drinks market. According to NielsenIQ data, TRIP has been recognized as the fastest-growing drinks brand in the UK, with an astonishing year-over-year sales growth of 522 per cent through February 2023. Additionally, TRIP has secured the prestigious title of Great Taste Producer from the Guild of Fine Food, making it the first CBD brand to receive such an honor and underscores its unique position as the world's leading CBD drink brand, with an impressive 88 per cent market share in the UK.

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Conscious Good faced certain challenges in product development, cost inflation and challenging funding markets in H1 2023. In addition, the company parted ways with its founding CEO. Conscious Good is currently evaluating strategic options, including hiring new senior leadership.

B. RESULTS OF OPERATIONS AND FINANCIAL CONDITION

1. RESULTS OF OPERATIONS

The following table shows financial information taken from the Company´s Income Statement for H1 2023 and H1 2022:

		Six months ended 30 June 2023	Six months ended 30 June 2022
		EUR	EUR
1.	**Personnel expenses**		
	a) Wages and salaries	48,000.00	0.00
	b) Social security costs and expenses related to pension plans and for support	319.50	0.00
		48,319.50	0.00
2.	**Depreciation and amortization**		
	a) Of noncurrent intangible assets and property, plant and equipment	1,623.99	0.00
3.	**Other operating expenses**		
	a) Occupancy costs	20,421.16	1,226.70
	b) Insurance premiums, fees and contributions	14,439.48	261.99.
	c) Cost of third-party repairs and maintenance	476.00	0.00
	d) Advertising and travel expenses	21,893.57	0.00
	e) Miscellaneous operating costs	217,927.57	12,004.94
	f) Miscellaneous other operating expenses	42,714.34	0.00
		317,871.67	13,493.63
4.	**Income from other securities and long-term loans**	2,800.00	0.00
5.	**Interest and similar expenses**	13,808.74	0.00
6.	**Net loss for the financial year**	-378,646.17	-13,493.63
7.	**Accumulated losses brought forward**	-768,171.63	-105,903.45
8.	**Net loss**	-1,146,817.80	-199,397.08

Operating Income

The Company was founded in March 2018 and was a shell company that did not engage in any business activities until the contribution of our portfolio companies through a capital increase through a contribution in kind in the third quarter of 2022 (the “Contribution in Kind”). Therefore, the Company did not generate any operating income in H1 2022. With the Contribution in Kind of the minority participations in portfolio companies in the third quarter of 2022, the Company started its business activities as an internationally operating investment company that invests in minority participations in the hospitality and lifestyle sectors. The Company aims to realize increases in value from its portfolio companies and did not generate meaningful operating income in H1 2023.

Depreciation and Amortization

We incurred depreciation and amortization charges of EUR 1,624 in H1 2023 compared to EUR nil in the prior year period relating to trademarks and similar IP.

Change in personnel expenses

Personnel expenses increased from EUR nil to EUR 48,320 in H1 2023, compared to EUR nil in the prior year period, as a result of expenses related to the employment of our Managing Director.

Changes in other operating expenses

Other operating expenses increased from EUR 13,493 in H1 2022 to EUR 317,872 H1 2023. The increase resulted from operational expenses such as our office lease in Berlin and D&O insurance premiums for our Administrative Board. Other significant expense drivers for the period included travel and advertising expenses related to our listing, legal fees related to the Contribution in Kind and our Annual Meeting, audit fees and bookkeeping expenses. Other operating expenses in H1 2023 also included EUR 42,714 of prior period expenses related to legal fees such as notarial certifications and to pro-rata insurance premiums for the conclusion of a D&O insurance for the executive bodies.

Income from other securities and long-term loans

We generated EUR 2,800 of income in H1 2023, compared to EUR nil in the prior year period. This change reflects income from a convertible note issued by our portfolio company Hotelbird.

Interest and similar expenses

We incurred interest expense of EUR 13,809 in H1 2023, compared to EUR nil in the prior year period, under the Credit Facility with Apeiron Investment Group Ltd.

Net Loss for H1 2023

Our net loss for the financial year increased from EUR 13,494 in H1 2022 to EUR 378,646 in H1 2023 as a result of the factors described above.

2. ASSETS AND LIABILITIES

A. ASSETS

The following table provides an overview of the Company's current assets as at 30 June 2022 and 30 June 2023.

			Six months ended 30 June 2023 EUR	Prior Year as at 31 December 2022 EUR
A.	**Non-current Assets**			
	I.	**Intangible fixed assets**		
	1.	Purchased licenses, trademarks and similar rights and values as well as licenses to such rights and values	16,585.85	11,528.16
	II.	**Long-term financial assets**		
	1.	Other long-term equity investments	21,758,954.88	0.00
	2.	Other loans	80,000.00	0.00
			21,838,954.88	11,528.16
B.	**Current Assets**			
	I.	**Receivables and other Assets**		
	1.	Other Assets - of which remaining term greater than 1 year EUR 2,068.89 (EUR 0.00)	9,484.99	416.50
	II.	**Cash on hand, central bank balances, bank balances, and checks**	74,921.49	134,422.48
C.	**Prepaid Expenses**		28,215.60	1,708.75
			21,968,162.81	**147,659.39**

Changes in non-current assets

Non-current assets increased from EUR 11,586 as of 30 June 2022 to EUR 21.8m as of 30 June 2023, reflecting the Contribution in Kind which resulted in a significant increase in our non-current assets. In the prior year, we were a shell company with no assets.

As an investment holding, we consider capital invested and NAV development as our most important KPIs. The following table sets forth our KPI development since we completed the Contribution in Kind.

Company name	Registered Seat	Field of activity (category) / current stage	Shareholding (%)	Capital Invested (EUR)*	Book Value ((EUR) (reported in German GAP)	NAV (EUR)**	Increase from reported book value (%) since uplisting
Limestone Capital AG	Zug, Switzerland	Hospitality / Series A	35.7	788,330	7,960,992	16,047,000	112%
Emerald Stay SA	Geneva, Switzerland	Hospitality / Seed	5.2	573,842	660,593	935,419	N/A
hotelbird GmbH	Munich, Germany	Enabling Technologies / Series A	4.8	499,867	423,557	604,295	N/A
TRIP Drink Ltd.	London, United Kingdom	Consumer / Series A	6.9	1,464,323	6,713,088	6,458,400	N/A
Brother's Bond Distilling Co. LLC	Camden, Delaware United States of America	Consumer / Series A	1.9	735,996	1,051,963	1,025,855	N/A
029-011 Ltd.	London, United Kingdom	Consumer / Pre-Seed	50.0	100,000	4,948,763	4,600,000	N/A

* Reflects historical cost basis of investment at the time of the investment. Reflects approximate historical cost basis of the portfolio at an assumed FX rate of Sterling to Euro of 1.17; an assumed FX rate of USD to EUR of 0.92 and an assumed FX rate of CHF to EUR of 1.04.

** NAV development is an APM and reflects book valuation adjustments as a result of subsequent rounds of financings. NAV development is not reported in line with German GAP.

Changes in current assets

Current assets decreased to EUR 84,406 as of 30 June 2023 compared to EUR 134,422 for H1 2023, mainly as a result of a decrease in cash on hand from EUR 134,006 as at 30 June 2022 to EUR 74,921 as at 30 June 2022, as a result of increased operating expenses, partially offset by an increase in other assets with a remaining term of less than one year and security deposits from EUR 417 to EUR 9,485.

B. EQUITY AND LIABILITIES

The following table provides an overview of the Company's equity, provisions, and liabilities as of 30 June 2022 and 30 June 2023.

	Six months ended 30 June 2023 EUR	Prior Year as at 31 December 2022 EUR
A. Equity		
I. Share capital	5,000,000.00	250,000.00
II. Capital reserves	17,048,925.00	0.00
III. Net loss	-768,171.63	-105,903.45
B. Provisions		
A. Other provisions	273,813.79	6,165.43
C. Liabilities		
I. Trade payables - of which remaining term up to 1 year EUR 70,367.27 (EUR 5.36)	61,883.36	9,687.53
II. Other liabilities - of which taxes EUR 1,840.63 (EUR 0.00) - of which remaining term up to 1 year EUR 314,229.27 (EUR 0.00)	730,358.46	1,203.51
	792,241.82	10,891.04
	21,968,162.81	**147,659.39**

Changes in equity

Our subscribed capital and capital reserves as at 30 June 2023 increased to EUR 5m and EUR 17 million compared to EUR 250,000 and nil as at 30 June 2022, reflecting the capital increase and Contribution in Kind. Changes in equity were also impacted by an increase in net loss for the period to EUR 378,646 compared to EUR 13,494 in the prior year period, with accumulated net losses brought forward amounting to EUR 768,172 at 30 June 2023, compared to EUR 105,903 as at 30 June 2022.

Changes in provisions

Other provisions increased to EUR 273,814 as at 30 June 2023 from EUR 6,165 as at 30 June 2022, reflecting provisions related to certain expenses related to the Company's uplisting into the regulated market in October 2022.

Changes in Liabilities

Total liabilities as at 30 June 2023 were EUR 792,242, compared to EUR 10,891 as at 30 June 2022. These reflect increases in trade payables and other liabilities incurred in connection with audit related fees, and indebtedness of EUR 735,356 incurred under the Credit Facility provided by Apeiron Investment Group Ltd.

3. FINANCIAL POSITION

The following table shows the Company´s cashflow statements for the financial year six-month ended 30 June 2023.

			Six months ended 30 June 2023	Six months ended 30 June 2022
1.		Profit or loss for the period	-378,646.17	-13,493.63
2.	+	Depreciation, amortisation and write-downs of noncurrent assets	1,623.99	0.00
3.	+	Increase in provisions	50,661,.35	-3,268.57
4.	+	Increase in other assets not attributable to investing or financing activities	-8,746.19	-75.00
5.	+	Increase in trade payables	-8,483.91	-9,682.17
6.	+	Increase in other assets not attributable to investing or financing activities	2,320.45	1,862.38
7.	+	Interest income	11,008.74	0.00
		Cash flow from the operating activities	**-330,261.74**	**-5,142.65**
8.	-	Cash outflows from investment in intangible assets	-4,158.84	-11,528.16
9.	-	Cash outflows from investment in financial assets	0.00	0.00
10.	+	Interest received	2,800.00	0.00
		Cash flow from the investing activities	**-1,358.84**	**-11,528.16**
11.	+	Cash inflows from equity injection or cash outflows to owners	0.00	0.00
12.	+	Cash inflows from issuance of bonds and from short- or long-term borrowings	400,000.00	0.00
		Cash flow from the financing activities	**400,000.00**	**0.00**
13.		Cash-effective changes of cash funds (total cash flows)	68,379.42	-16,670.81
14.	+	Cash funds at beginning of period	6,542.07	150,676.79
		Cash funds at the end of the period	**74,921.49**	**134,005.98**

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Changes in cash flows from operating activities	Cash flows from operating activities was EUR -330,262 in H1 2023 compared to EUR -5,143 in H1 2022. This mainly reflected a net loss of EUR 378,646 for the period compared to EUR 13,494 in the prior year period. Other drivers in H1 2023 included provisions of EUR 50,661 related to year-end audit costs, an increase in prepaid expenses to EUR 5,665 and interest expenses of EUR 13,808 incurred under the Credit Facility.
Changes in cash flows from investing activities	Cash flows from investing activities was EUR -4,159 in H1 2023, mainly related to trademark fees.
Changes in cash flows from financing activities	Cash flows from financing activities increased from nil to EUR 400,000, as a result of borrowings under the Credit Facility.
Cash at Period End	Cash at the end of the period decreased to EUR 74,922 in H1 2023, compared to EUR 135,677 in the prior year period, mainly as a result of higher operational expenses resulting from the new business model.

4. LIQUIDITY AND CAPITAL RESOURCES

The company‘s financing policy is to secure sufficient liquidity to satisfy its operating and strategic financial needs for potential future investments at any point in time.

The Company expects to have sufficient funds available for its ongoing costs for the next years (during which no proceeds from the portfolio companies are currently expected), in particular remuneration for its Managing Director and administrative costs, through the Credit Facility. According to its planning as of the date of this Half Year Report, the Company intends to meet its short term and longer term funding requirements – which may arise in case of new investments - through equity or debt funding and has no borrowing requirements.

As of 30 June 2023, the Company had drawn approximately EUR 700,000 under the Credit Facility and had available capacity of approximately EUR 500,000. Whether or not the Company has drawn down the loan facility in full by 31 December 2024, it will only be possible to draw down further loans thereafter with the written consent of Apeiron. Each loan drawn bears interest of 5.5 percent per annum. Interest shall accrue annually but shall not be payable until the due date of the loan.

The loan shall be repayable upon three months' written notice. Apeiron shall have the right to terminate the Loan Facility Agreement in whole or in part and demand its immediate repayment if there is an important reason or the Company is in default and this could significantly affect the legal or economic position of Apeiron Investment Group Ltd.

The Company is permitted to repay at any time partial amounts of the amount owed of at least EUR 1,000. The proceeds of any capital increase shall be used to repay the amount owed. If the Company incurs additional debts, these must first be used to repay the amount owed.

There are no restrictions on the use of capital resources that have materially affected, or could materially affect, directly or indirectly, the Company's operations.

5. SUBSEQUENT EVENTS

In August 2023, the Company announced that it led a GBP 400,000 pre-seed investment round in fjör, a science-driven D2C skincare brand based in London. The Company committed GBP 225,000 in the round. The investment was financed through additional drawings under the Credit Facility. As at 31 August 2023, the Company had approximately EUR 160,000 of borrowing capacity remaining.

On 18 September 2023 the Company amended its Credit Facility with Apeiron Investment Group to increase borrowing capacity to EUR 2,000,000. As at 18 September 2023 the remaining borrowing capacity amounts to EUR 960,000.

C. OUTLOOK

1. ASSUMPTIONS REGARDING ECONOMIC DEVELOPMENT AND THE DEVELOPMENT OF CAPITAL MARKETS

In H2 2023, we expect significant volatility to remain and asset prices to continue to adjust, but we expect to see increasing clarity around the persistence of inflation and the magnitude of central banks' rate-hike cycles.

Global growth is projected to fall from an estimated 3.5 percent in 2022 to 3.0 percent in both 2023 and 2024.[21] While the forecast for 2023 is modestly higher than predicted in the April 2023 World Economic Outlook (WEO), it remains weak by historical standards. The rise in central bank policy rates to fight inflation continues to weigh on economic activity. Global headline inflation is expected to fall from 8.7 percent in 2022 to 6.8 percent in 2023 and 5.2 percent in 2024.[22] Underlying (core) inflation is projected to decline more gradually, and forecasts for inflation in 2024 have been revised upward.[23]

Subject to these additional views, we refer to the relevant assumptions outlined in our 2022 Annual Report.

2. DEVELOPMENT OF THE COMPANY AND ITS SEGMENTS

We operate as an investment holding focusing on minority investments in venture backed growth companies and therefore have a very limited impact on the day-to-day operations and operating performance of our portfolio companies. We also have historically not generated any operating income, and we expect this to continue in H2 2023.

As an investment holding, fundamentally our long-term objective is to realize gains on our investments, which are impacted by the price at which we invest and the price at which we can sell positions. Both factors are influenced by macroeconomic conditions (in particular asset prices and WACC models), our ability to source opportunities and exit positions on attractive terms and underlying macro factors driving demand and pricing for the services and products offered by our portfolio companies. These factors are all difficult to plan and predict, and heavily reliant on changes in economic development and funding markets, over which we have no control.

As a minority investor, we disclose very limited financial and operating information with respect to our portfolio companies and we believe that no undue reliance should be placed on such information as a proxy for the overall success of 029 Group SE.

We also operate in an environment that is subject to constant change. In H2 2023, we expect to continue to assess on a case-by-case basis whether to allocate capital to high value potential opportunities. To take advantage of such opportunities, we will need to raise capital

[21] IMF, *World Economic Outlook*, July 2023 Update.
[22] IMF, *World Economic Outlook*, July 2023 Update.
[23] IMF, *World Economic Outlook*, July 2023 Update.

in the equity or debt markets or make drawdowns under our Credit Facility, which requires a suitable stability and environment for us to raise in 2023, which may not be available to us.

Our outlook has been prepared alongside the Risk and Opportunities Report and is subject to a high degree of uncertainty as a result of the factors described in the Risk and Opportunities Report, in particular as we invest into early-stage growth companies, which are subject to a significant degree of risk and uncertainty.

HOSPITALITY

We expect Limestone and Emerald Stay to continue to benefit from continued strong demand in the high-end segment of the travel market, particularly as travel from the US and Asia rebounds in the direction of pre pandemic levels. This should result in strong occupancy rates and average daily rates outpacing or in line with general inflation compared to the prior year period.

ENABLING TECHNOLOGIES

We expect Hotelbird to continue to benefit from a resurgence of the hotel markets in central Europe, particularly Germany, and from the overall digitization process that is underway within hotel chains to optimize efficiency and reduce operational costs.

CONSUMER BRANDS

We expect our consumer brands to continue to benefit from resilient consumer demand. In particular, we expect TRIP to continue its expansion into new geographical markets in the USA and Europe and potentially raise further funding for its US expansion. In addition, we expect Brother's Bond to continue its US expansion into new States. Conscious Good is expected to be focused on repositioning and targeting new leadership.

3. OVERALL FORECAST

We believe that our portfolio companies are generally well positioned, even in the current market environment, to continue to execute on their growth plans, although their ability to raise capital and the associated terms will be a critical factor to their success and growth rates.

The individual performance of the investments as well as the sectors is difficult to forecast in terms of both amount and probability of occurrence over time. Accordingly, we use an average assumption and presents this in the Overall Forecast. A down round or a failure to raise capital would negatively impact our NAV forecast for the forecast period.

On a portfolio basis, we confirm our forecast included in our 2022 Annual Report for the year 2023 that we expect, barring unforeseeable market effects, our NAV to grow by between 0 percent and +15 percent over the forecast period.

D. RISK AND OPPORTUNITIES REPORT

The risks and opportunities for the development of the Company stated in the corresponding Management Report section included in our 2022 Annual Report remained applicable for H1 2023 without material changes.

Berlin, 27 September 2023

029 Group SE
Managing Director

Lorin Van Nuland

3. Financial Statements

3.1 INCOME STATEMENT FROM 01/01/2023 TO 30/06/2023

	Six months ended 30 June 2023 EUR	Six months ended 30 June 2022 EUR
1. Personnel expenses		
a) Wages and salaries	48,000.00	0.00
b) Social security costs and expenses related to pension plans and for support	319.50	0.00
	48,319.50	0.00
2. Depreciation and amortization		
a) Of noncurrent intangible assets and property, plant and equipment	1,623.99	0.00
3. Other operating expenses		
a) Occupancy costs	20,421.16	1,226.70
b) Insurance premiums, fees and contributions	14,439.48	261.99.
c) Cost of third-party repairs and maintenance	476.00	0.00
d) Advertising and travel expenses	21,893.57	0.00
e) Miscellaneous operating costs	217,927.57	12,004.94
f) Miscellaneous other operating expenses	42,714.34	0.00
	317,871.67	13,493.63
4. Income from other securities and long-term loans	2,800.00	0.00
5. Interest and similar expenses	13,808.74	0.00
6. Net loss for the financial year	-378,646.17	-13,493.63
7. Accumulated losses brought forward	-768,171.63	-105,903.45
8. Net loss	-1,146,817.80	-199,397.08

3.2 BALANCE SHEET AS AT 30/06/2023

A. ASSETS

	Six months ended 30 June 2023 EUR	Prior Year as at 31 December 2022 EUR
D. Non-current Assets		
III. Intangible fixed assets		
2. Purchased licenses, trademarks and similar rights and values as well as licenses to such rights and values	16,585.85	11,528.16
IV. Long-term financial assets		
3. Other long-term equity investments	21,758,954.88	0.00
4. Other loans	80,000.00	0.00
	21,838,954.88	11,528.16
E. Current Assets		
III. Receivables and other Assets		
2. Other Assets - of which remaining term greater than 1 year EUR 2,068.89 (EUR 0.00)	9,484.99	416.50
IV. Cash on hand, central bank balances, bank balances, and checks	74,921.49	134,422.48
F. Prepaid Expenses	28,215.60	1,708.75
	21,968,162.81	**147,659.39**

B. TOTAL EQUITY AND LIABILITIES

	Six months ended 30 June 2023 EUR	Prior Year as at 31 December 2022 EUR
A. Equity		
IV. Share capital	5,000,000.00	250,000.00
V. Capital reserves	17,048,925.00	0.00
VI. Net loss	-768,171.63	-105,903.45
B. Provisions		
B. Other provisions	273,813.79	6,165.43
C. Liabilities		
J. Trade payables - of which remaining term up to 1 year EUR 70,367.27 (EUR 5.36)	61,883.36	9,687.53
II. Other liabilities - of which taxes EUR 1,840.63 (EUR 0.00) - of which remaining term up to 1 year EUR 314,229.27 (EUR 0.00)	730,358.46	1,203.51
	792,241.82	10,891.04
	21,968,162.81	**147,659.39**

3.3. CASH FLOW STATEMENT FOR THE FINANCIAL 6-MONTH ENDED

			Six months ended 30 June 2023	Six months ended 30 June 2022
1.		Profit or loss for the period	-378,646.17	-13,493.63
2.	+	Depreciation, amortisation and write-downs of noncurrent assets	1,623.99	0.00
3.	+	Increase in provisions	50,661.35	-3,268.57
4.	+	Increase in other assets not attributable to investing or financing activities	-8,746.19	-75.00
5.	+	Increase in trade payables	-8,483.91	-9,682.17
6.	+	Increase in other assets not attributable to investing or financing activities	2,320.45	1,862.38
7.	+	Interest income	11,008.74	0.00
		Cash flow from the operating activities	**-330,261.74**	**-5,142.65**
8.	-	Cash outflows from investment in intangible assets	-4,158.84	-11,528.16
9.	-	Cash outflows from investment in financial assets	0.00	0.00
10.	+	Interest received	2,800.00	0.00
		Cash flow from the investing activities	**-1,358.84**	**-11,528.16**
11.	+	Cash inflows from equity injection or cash outflows to owners	0.00	0.00
12.	+	Cash inflows from issuance of bonds and from short- or long-term borrowings	400,000.00	0.00
		Cash flow from the financing activities	**400,000.00**	**0.00**
13.		Cash-effective changes of cash funds (total cash flows)	68,379.42	-16,670.81
14.	+	Cash funds at beginning of period	6,542.07	150,676.79
		Cash funds at the end of the period	**74,921.49**	**134,005.98**

3.4 EQUITY SCHEDULE AS AT 30 JUNE 2023

	Share Capital Common Stock	Additional Paid-in Capital	Net loss	Total Equity
	EUR	EUR	EUR	EUR
Balance at 1 January 2022	**250,000**	**0**	**-105,903**	**144,097**
Capital increase	4,750,000	17,048,925	0	21,798,925
Net loss for the year	0	0	-662,269	-662,269
Balance at 31 December 2022	**5,000,000**	**17,048,925**	**-768,172**	**21,280,753**
Balance at 1 January 2023	**5,000,000**	**17,048,925**	**-768,172**	**21,280,753**
Net gain / loss for the year	0	0	-378,646	-378,646
Balance at 30 June 2023	**5,000,000**	**17,048,925**	**-1,146,818**	**20,902,107**

3.5 NOTES TO THE HALF YEAR FINANCIAL STATEMENTS AS AT 30 JUNE 2023

GENERAL INFORMATION ON THE HALF-YEAR FINANCIAL STATEMENTS

The half-year financial statements of 029 Group SE was prepared based on the accounting rules of the German Commercial Code (Handelsgesetzbuch, HGB).

The provisions of the German Stock Corporation Act (AktG) and the SE-Implementation Act (SEAG) also had to be observed in addition to the above regulations.

Information that can be given either on the balance sheet, in the income statement or in the notes to the financial statements is mostly given in the notes.

For the income statement, the total cost method according to Section 275 para. 2 of the German Commercial Code was chosen.

According to the size categories stated in Section 267 para. 3 sent. 2 of the German Commercial Code, the company is a large corporation.

The half-year financial statements of the company were prepared in German and EURO in accordance with Section 244 of the German Commercial Code.

GENERAL INFORMATION ABOUT THE HALF-YEAR FINANCIAL STATEMENTS

The half-year financial statements were prepared in accordance with the provisions of Sections 242 ff. of the German Commercial Code in compliance with the supplementary provisions for large corporations.

Information identifying the company according to the registry court

Company name according to registry court:	029 Group SE
Registered company seat according to registry court:	Berlin
Registry entry:	Handelsregister
Registry court:	Berlin (Charlottenburg)
Registry court number:	HRB 200678 B

DISCLOSURES ON ACCOUNTING POLICIES

ACCOUNTING POLICIES

Assets

Noncurrent assets

Purchased intangible assets were recognized at cost; finite-lived intangible assets are amortised.

Depreciation and amortisation is charged using the straight line on the basis of the expected useful life of the assets.

In the case of a permanent asset impairment, extraordinary write-downs are made.

Investments are recognized at the acquisition cost or at the lower fair value.

Other loans are recognized at the nominal value or at the lower fair value.

Current assets

Other assets are stated at the nominal value or at the lower fair value at the balance sheet date. Receivables for which there is a significant risk of uncollectibility are written down on a case-by-case basis, while uncollectible receivables are written off.

Liquid assets are recognized at nominal value.

Deferred expenses

Deferred expenses include expenses that represent expenses after the reporting date.

Deferred tax assets

Deferred tax assets are not reported, making use of the option under Section 274 of the German Commercial Code. The deferred tax assets result from the tax loss carryforward.

Total equity and liabilities

Equity

The subscribed capital and the capital reserve pursuant to Section 272 para. 2 of the German Commercial Code are stated at nominal value.

Provisions

Other provisions take into account all identifiable risks and contingent liabilities and are recognized at the settlement amount in accordance with prudent business judgment.

Liabilities

Liabilities are recognized at their settlement amount.

Accounting policies that have changed as against the prior year

For the half-year financial statements the previously applied accounting policies were adopted.

BALANCE SHEET DISCLOSURES

STATEMENT OF CHANGES IN FIXED ASSETS FOR INDIVIDUAL ITEMS OF FIXED ASSETS

The development of the individual fixed assets is shown in the following fixed assets schedule:

Fixed Asset Schedule as at 30 June 2023

	Acquisition-,productio cost 01/01/2023 EUR	Additions EUR	Disposals EUR	Transfers EUR	Acquisition-,productio cost 30/06/2023 EUR	Accumulated depreciation 01/01/2023 EUR	Depreciations financial year EUR	Depreciation EUR	Transfers EUR	Accumulated depreciations 30/06/2023 EUR	Write-ups financial yea EUR	Book value 30/06/2023 EUR
A. Noncurrent assets												
I. Intangible fixed assets												
1. Purchased licences, trademarks and similar rights and values as well as licenses to such rights and values	15,946.16	4,158.84			20,105.00	1,895.16	1,623.99			3,519.15		16,585.85
Total intangible fixed assets	15,946.16	4,158.84			20,105.00	1,895.16	1,623.99			3,519.15		16,585.85
II. Long-term financial assets												
1. Other long-term equity investment	21,758,954.88				21,758,954.88	0.00				0.00		21,758,954.88
2. Other loans	80,000.00				80,000.00	0.00				0.00		80,000.000
Total financial assets	21,838,954.88				21,838,954.88	0.00				0.00		21,838,954.88
Total nun-current asset	21,854,901.04	4,158.84			21,859,059.88	1,895.16	1,623.99			3,519.15		21,855,540.73

OTHER ASSETS

Other assets relate to recognized interest on loans as of the reporting date in the amount of EUR 4.868,89 (previous year: EUR 0.00), which will be due at the end of the term on 30 September 2027. In addition, a security deposit of EUR 4,335.00 (previous year: EUR 0.00) in connection with an office lease in Berlin is recognized. Furthermore, a receivable against the managing director of EUR 281.10 (previous year: EUR 0.00) is recognized. Other assets have a remaining term of less than one year (receivable against the managing director), of more than one year (security deposit) or a remaining term of more than 5 years (interest).

DISCLOSURES ON SHARE CLASSES

Share capital

The share capital of 029 Group SE amounts to EUR 5,000,000.00 as of 30 June 2023 (previous year: EUR 250,000.00) and is divided into 5,000,000 no-par value bearer shares with a notional share in the share capital of EUR 1.00 per share. By resolution of the General Meeting on 10 August 2022, the share capital was increased by EUR 4,750,000 by issuing new no-par value bearer shares with a notional share in the share capital of EUR 1.00 each and with profit entitlement from the beginning of the financial year in which the capital increase was registered. The shareholders' statutory subscription rights were excluded. The contribution obligation was fulfilled by a contribution in kind of an investment portfolio.

Disclosures on authorised capital

By resolution of the General Meeting on 10 August 2022, the Board of Directors is authorized to increase the share capital of the company once or several times by a total of up to EUR 2,500,000.00 against cash contributions and/or contributions in kind until 17 August 2027. (Authorized Capital 2022/I.)

Change in capital reserves

The increase in capital reserve in the total amount of EUR 17,048,925.00 was provided as follows:
Insofar as the contribution value of the contributed investment portfolio exceeded the issue amount of the new shares granted in return as part of the resolved capital increase of EUR 4,750,000.00 this difference of EUR 17,008,925.00 was transferred to the capital reserve. Furthermore, an additional payment of EUR 40,000.00 was made to the capital reserve.

Disclosures on and explanations of provisions

Other provisions mainly relate to expenses for legal advice of EUR 230,000.00 (previous year: 0.00), financial statement and audit costs of EUR 40,600.00 (previous year: EUR 6,045.00) and financial accounting and other expenses totaling EUR 3,213.79 (previous year: EUR 120.43). All provisions have a remaining term of up to one year.

Disclosures on and explanations of liabilities

Liabilities mainly consist of trade accounts payables in the amount of EUR 61,883.36 (previous year: EUR 9,687.53) and other liabilities in the amount of EUR 730,358,46 (previous year: EUR 1,202.51), each with a remaining term of up to one year. The other liabilities consist of a loan to Apeiron Investment Group Ltd. in the amount of EUR 716,509.85 (previous year: EUR 0.00) which bears interest at a rate of 5.5% per annum based on the nominal amount of the loan funds provided, and a clearing account in the amount of EUR 12,007.98 (previous year: EUR 0.00). In addition, there are liabilities to the tax office from VAT payable in the amount of EUR 1,840.63 (previous year: EUR 1,203.51).

Classification of sales

No sales were generated in the reporting period.

Insurance premiums, fees and contributions

The costs for insurances premiums, fees and contributions mainly consist of insurance expenses of EUR 12,516.30 (previous year: EUR 0.00) for the conclusion of a so-called D&O insurance (pecuniary damage liability insurance) for the executive bodies and senior executives.

Advertising and travel expenses

Advertising and travel expenses mainly consist of advertising expenses of EUR 17,850.00 (previous year: EUR 0.00) for the promotion of the shares resulting from the IPO.

Miscellaneous operating costs

Miscellaneous operating expenses mainly consist of other operating expenses of EUR 23,105.79 (previous year: EUR 5,200.00), legal and consulting fees of EUR 91,351.97 (previous year: EUR 186.52) and period-end closing and audit costs of EUR 96,463.52 (previous year: 5,405.57). These expenses relate mainly to the uplisting in the regulated market, the preparation of the annual financial statements and tax returns as well as the corresponding audit.

Prior period expenses

Expenses relating to other periods mainly relate to subsequent cost invoices for notarial certifications in the amount of EUR 40,072.02 (previous year: EUR 0.00) and for the pro rata insurance premiums for the conclusion of a so-called D&O insurance (pecuniary damage liability insurance) for the executive bodies and senior executives in the amount of EUR 2,642.32 (previous year: 0.00).

Income from loans held as financial assets

Interest income results from the interest on the convertible bond of 7.00 percent per annum, based on the nominal amount of the loan funds provided, whereby the interest is calculated on a daily basis according to the 30/360 interest rate method.

Interest and similar expenses

Interest expenses result from interest expenses for the loan from Apeiron Investment Group Ltd., whereby the individual amounts drawn down bear interest at 5.50 percent per annum based on the nominal amount.

OTHER DISCLOSURES

Other financial obligations pursuant to Section 285 No. 3a HGB

The other financial obligations, which are not shown in the balance sheet and are also not contingent liabilities within the meaning of Section 251 of the German Commercial Code that are of significance for assessing the situation of the company, consisted at the following at the closing date:

Other financial obligations	Amount of total obligations	Explanations
Rental agreements	EUR 17,760.75	Rent office space

Average number of employees during the financial year

No employees were employed in the reporting period ending 30 June 2023

Names of members of the Administrative Board and the Managing Director

The following persons were managing directors in the reporting period:

Lorin Van Nuland (from 21 June 2022)	Occupation:	Managing Director, 029 Group SE; Venture Partner, Apeiron Investment Group Ltd.

The managing director Lorin Van Nuland received a remuneration of EUR 48,000.00 for his activities in the reporting period. He did not receive any variable or performance-related remuneration in the reporting period.

The following persons were members of the administrative board until 28 June 2023:

Juan Rodriguez	Chairman	Occupation:	Managing Partner, C3 Capital
Thomas Hanke	Vice-Chairman	Occupation:	Founding Partner, Elevat3 Capital
Lorin Van Nuland	Member	Occupation:	Managing Director, 029 Group SE; Venture Partner, Apeiron Investment Group Ltd.

The following persons were members of the administrative board from 28 June 2023:

Juan Rodriguez	Chairman	Occupation:	Managing Partner, C3 Capital
Dr. Martina Wimmer	Vice-Chairman	Occupation:	Legal Council
Lorin Van Nuland	Member	Occupation:	Managing Director, 029 Group SE; Venture Partner, Apeiron Investment Group Ltd.

The members of the administrative board did not receive any remuneration for their activities in the reporting period.

The members of the Administrative Board served on the supervisory board or other supervisory bodies of the following other companies in fiscal year 2023:

Juan Rodriguez:

- C3 Management GmbH, Frankfurt am Main, Managing Director
(since January 2017)
- Apeiron GmbH, Frankfurt am Main, Managing Director
(since February 2013)
- Apeiron Germany GmbH, Frankfurt am Main, Managing Director
(since August 2021)
- Consortia AG, Köln, Member of the Supervisory Board
(since June 2020)
- Nextmarkets AG, Köln, Member of the Supervisory Board
(since June 2022)

Thomas Hanke:

- Neodigital Versicherung AG, Neunkirchen, Member of the Supervisory Board
(since November 2021)
- SynBiotic SE, München, Member of the Board of Directors
(since November 2020)

Dr. Martina Wimmer:

- Apeiron ME Holding Ltd, Abu Dhabi UAE, Director
(since May 2023)

Lorin Van Nuland:

- 0029-001 Ltd., London, UK, Member of the Board
(since April 2022)
- Limestone Capital AG, Zug, Switzerland, Member of the Board
(since September 2022)

DISCLOSURES ON INVESTMENTS IN OTHER COMPANIES OF AT LEAST 20 PER CENT OF THE SHARES

Information on investments in the following companies in accordance with Section 285 no. 11 of the German Commercial Code:

Name/registered address	Equity interest	Net income/net loss for the financial year	Equity
		EUR	EUR
029-001 Ltd., London, UK*	50.00 %	- 133,177.00	99,964.06
Limestone Capital AG, Zug, Switzerland	35.66 %	-10,514.56	5,043,666.16

DISCLOSURE OF INVESTMENTS IN LARGE CORPORATIONS THAT EXCEED FIVE PER CENT OF THE VOTING RIGHTS

Information on investments in the following companies in accordance with Section 285 no. 11b of the German Commercial Code:

Name/registered address	Equity interest	Net income/net loss for the financial year	Equity
		EUR	EUR
TRIP Drink Ltd., London, UK	6.90%	- 1,634,750.00	4,299,088.00

MEMBERSHIP OF GROUP

There is no group affiliation as of 30 June 2023.

AUDITOR'S FEE

The fees for the auditor Mazars GmbH & Co. KG, Berlin, are as follows:

Audit services as at 31 December 2023: EUR 20,000.00 (provisions)

* Prior-year figures as of 31 December 2022 for net income for the financial year and equity

DISCLOSURES ON THE EXISTENCE OF AN INVESTMENT IN THE COMPANY THAT HAS BEEN NOTIFIED TO THE COMPANY IN ACCORDANCE WITH SECTION 20(1) OR (4) OF THE AKTG

Apeiron Investment Group Ltd. holds more than 25 percent of the reporting entity's share capital.

DECLARATION ON THE CORPORATE GOVERNANCE CODE

The declaration of compliance with the German Corporate Governance Code pursuant to Section 161 of the German Stock Corporation Act (AktG) was issued by the Board of Directors and made permanently available on the website of 029 Group SE (https://www.029-group.com/_files/ugd/8dd1a3_9bc5f2e68c174c55b915fa1e3569c2dc.pdf).

SIGNATURE OF MANAGING DIRECTOR

Berlin, 27 September 2023

Place, date

Lorin Van Nuland

4. Responsibility Statement

To the best of our knowledge, and in accordance with the applicable reporting principles, the financial statements give a true and fair view of the assets, liabilities, financial position, and profit or loss of the Company, and the management report of 029 Group SE includes a fair review of the development and performance of the business and the position of the Company, together with a description of the principal opportunities and risks associated with the expected development of the Company.

Berlin, 27 September 2023

029 Group SE
The Managing Director

Lorin Van Nuland

5. Disclaimer / Contact

FORWARD-LOOKING STATEMENTS

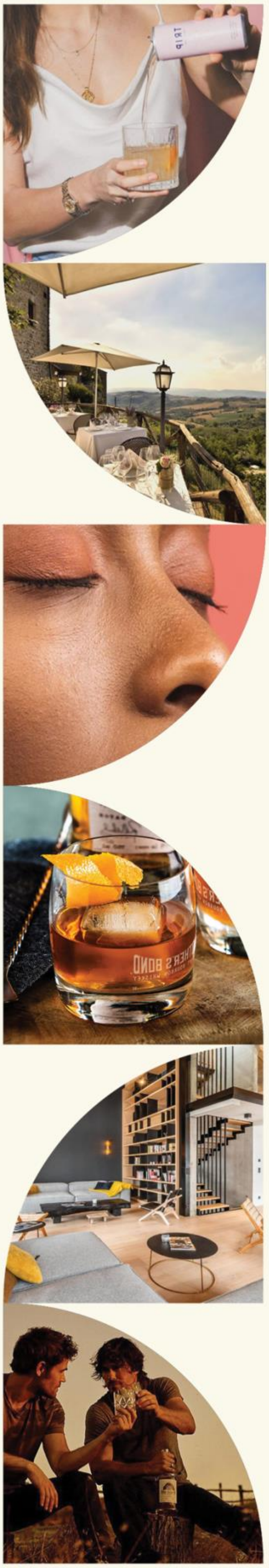
This report contains forward-looking statements that reflect the management's current views in respect of future developments. Such statements are subject to risks and uncertainties that are beyond the ability of 029 Group SE to control or estimate precisely. Such statements may include future market conditions and economic environment, the behavior of other market participants, the successful acquisition or sale of portfolio companies or interests and the actions of government bodies. Should any of the above stated risks or other risks and uncertainties occur or should the assumptions underlying any of these statements prove incorrect, then the actual results may differ significantly from those expressed or implied by such statements. 029 Group SE neither intends nor assumes any obligation to update any forward-looking statements to reflect events or developments that take place after the date of this report.

DEVIATIONS RESULTING FROM TECHNICAL GROUNDS

For technical reasons (e.g., resulting from the conversion of electronic formats) deviations may arise between the accounting documents contained in this Half Year Report and those submitted to the electronic Federal Gazette in Germany. In this case the version submitted to the electronic Federal Gazette shall be considered the binding version.

This English version of the Half Year Report is a translation of the original German version; in the event of any deviation, the German version of the Half Year Report shall take precedence over the English version.

This Half-Year Report was published on 27 September 2023.



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