

INCLUSION DOCUMENT

for the inclusion of the shares

of

Advanced Blockchain AG

Frankfurt am Main

in the

Scale segment

of the Frankfurt Stock Exchange

International Securities Identification Number (ISIN): DE000A0M93V6

Security identification number (WKN): A0M93V

Stock code: BWQ

25 February 2022

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I. INTRODUCTION AND WARNING NOTICES

1. Introduction

Issuer Name:	Advanced Blockchain AG (“ Issuer ”)
Registered office and address:	Registered office: Frankfurt am Main, Germany Business address: Scharnhorststraße 24, 10115 Berlin, Germany
ISIN:	DE000A0M93V6
Type of securities:	no-par value shares with a notional share in the share capital of EUR 1.00 each. The issued share capital currently amounts to EUR 3,773,728.00 and is divided into 3,773,728 ordinary shares.
Names and functions of the persons responsible for the Inclusion Document on the part of the issuer:	Michael Geike and Simon Telian, both members of the Management Board with sole power of representation
Name, registered office and address of the Applying Capital Market Partner:	ICF BANK AG Wertpapierhandelsbank Registered office: Frankfurt am Main, Germany Business address: Kaiserstraße 1, 60311 Frankfurt am Main, Germany
Date on which the Inclusion Document was reviewed by the Applying Capital Market Partner for completeness, coherence and comprehensibility (but not for factual accuracy):	9 February 2022

2. Warning notices

This Inclusion Document does not constitute a prospectus pursuant to the Regulation (EU) 2017/1129.

This Inclusion Document has been prepared and may be published for the purpose of inclusion in the Scale, whereby Scale constitutes a market segment of a multilateral trading facility and not of a regulated market. The Inclusion Document may not be used for a public offering, and it will not be updated, amended or supplemented after the time of inclusion.

This Inclusion Document has been prepared under the responsibility of the Issuer and the issuer is responsible for its content.

The Applying Capital Market Partner has to his best knowledge reviewed the Inclusion Document regarding completeness, coherence and comprehensibility (but not the accuracy of its content);

Deutsche Börse AG has not verified the accuracy of the Inclusion Document.

II. ESSENTIAL INFORMATION ABOUT THE ISSUER

1. Short Description of the Issuer

The legal and commercial name of the Issuer is "**Advanced Blockchain AG**" (hereinafter also referred to as "**Advanced Blockchain**", the "**Company**", the "**Issuer**" or, together with its subsidiaries, the "**Advanced Blockchain Group**"). No other commercial names are used.

The registered office of the Issuer is Frankfurt am Main with its principal place of business in the Federal Republic of Germany.

The Issuer is a stock corporation under the laws of the Federal Republic of Germany. It was incorporated for an indefinite period of time on 13 April 2007 and entered into the commercial register on 22 January 2008, thereby completing the incorporation process.

The original object of the company was management consulting, in particular structural consulting and research, the acquisition, sale, leasing and management of real estate as well as the acquisition, management and sale of assets of any kind, in particular investments in other companies. By resolution of the Issuer's general meeting of 31 May 2012, the Issuer's name was changed to "BrainCloud AG". The issuer's shares were included in the Regulated Unofficial Market ("Freiverkehr") of the Düsseldorf Stock Exchange on 5 October 2017. By resolution of the general meeting of 15 November 2017, the company name was changed to "Advanced Blockchain AG" and the object of the company was amended to its current version. The registered office of the Company was moved from Bremen to Frankfurt am Main. Thereafter, the Issuer commenced its current business operations. The economic re-establishment of the Issuer was disclosed to the commercial register.

The Issuer is currently registered in the commercial register of the local court of Frankfurt am Main under the registration number HRB 111136. The Legal Entity Identifier (LEI) of the Company is 485100003NGNIR3CO857.

The Issuer's business address is Scharnhorststraße 24, 10115 Berlin, Germany, telephone: +49 (0)30 4036952 00, website: www.advancedblockchain.com.

Pursuant to Sec. 2 of the Articles of Association, the object of the company is to hold participations in one or more other companies as a holding company and, through subsidiaries, affiliated companies, participations or other legal entities and estates, to pursue a business strategy in each case, to promote the long-term value of these, as well as to provide programming, consulting and brokerage services and to conduct all other related business, with the exception of all activities requiring an official or judicial permit.

The average number of employees in fiscal year 2021 was four and this is the current number as well.

Auditor of the Issuer for the financial year 2021 is MB Wirtschaftstreuhand Steuerberatungsgesellschaft mbH.

2. Short Description of the Issuer's Business Activities and Prospects

2.1 Overview and Investment Strategy

Advanced Blockchain AG is a publicly listed blockchain venture studio focused on promoting, building and investing in disruptive technologies including investments in tokens. Its main markets are thus the venture capital market for companies active in the blockchain technology with a special focus on the decentralized finance area and infrastructure projects enabling the web 3.0.

The term "**blockchain**"¹ refers to the use of a decentralized database based on distributed ledger technology ("**DLT**") that is mirrored in a network on a large number of servers. The purpose of a blockchain is to allow multiple parties to distribute data in a secure, efficient, and tamper-proof manner. The entries in a blockchain-based database are secured by cryptographic procedures (digital signatures), by grouping them into blocks and by attaching such blocks to each other (hence "chain") and are considered to be largely protected against unauthorized changes. This is achieved through three basic technological features of a blockchain: blocks, miners, and nodes. „**Blocks**“ consist of data, a "**nonce**" (a 32-bit integer that is randomly generated), and the "**hash**" (a 256-bit number that is bound to the nonce). When the first block is created, the nonce generates the hash, which is concatenated with the block's data to validate it. "**Miners**" use software to link a block and its nonce and hash to the previous block and its nonce and hash. When a block is mined and accepted by all nodes, the miner is rewarded. Because this entire process is so complex and computationally intensive, it is incredibly difficult to manipulate the data. "**Nodes**" are electronic devices that manage copies of the blockchain. Each Node must validate newly mined blocks before they are added. This process is transparent, with unique node identification numbers so that anyone can verify it.

Probably the best-known use case of the technology is the processing of transactions with the cryptocurrencies "Bitcoin" and "Ether". However, blockchain technology is not only suitable for digital currencies, but also for transactions with real assets (such as real estate, art objects, securities, software licenses, etc.), which can be broken down into easily tradable digital "morsels" ("tokens" or "coins"). In addition, other possible applications of blockchain technology for a wide range of processes in various industries are almost limitless - including industries such as finance, administration, the manufacturing industry as well as healthcare and many more. Advanced Blockchain AG is particularly interested in possible applications of blockchain technology with the financial sector, which is referred to as decentralized finance ("**DeFi**").

Advanced Blockchain AG's vision is to generate the maximum potential of the Web 3.0 era. "**Web 3.0**" refers to the new period in the development of the internet, which is characterized by the fact that (search) machines should independently evaluate, relate, link and extract meaning from the information placed on the web. In this way, it is easier to develop smarter web services and to use artificial intelligence and machine learning. The challenge is to find a technology that makes data understandable to humans and machines alike.

¹ All technical terms relating to the Issuer's business are also summarized and explained in the glossary in Section IX of this Inclusion Document.

The Issuer invests both directly and through its subsidiaries in start-ups or established companies in the blockchain industry. The typical size of an investment is currently between 100,000.00 USD and 2,000,000.00 USD.

The business model rests on three pillars:

Pillar No. 1: Equity investments

Advanced Blockchain Group acts as a venture capital firm through its subsidiaries. It invests at every stage of a company's life, not just the start-up phase, and is particularly interested in investing in companies that use blockchain and decentralization technology to create solutions to widespread and enduring problems faced by large, established industry players.

Pillar No. 2: Token investments

Advanced Blockchain Group, through its subsidiaries, strategically invests in blockchain technology companies that offer crypto tokens. Tokens are electronic embodiments of assets or rights stored in the blockchain. A token is assigned a specific function or value. Tokens can be used for investment purposes, as a store of value or as an acquisition currency. Advanced Blockchain Group participates in projects in the DeFi and Web 3.0 area via tokens.

Pillar No. 3: Venture Incubation and Internal Venture Building

Unlike startup accelerators that spread their capital across a wide range of investments, Venture Building focuses on a few selected investments and ensures that these investments receive all the resources they need to succeed. Similar to the Venture Capital investment strategy, the Advanced Blockchain Group gives support to companies working on blockchain implementation processes in established business, including in particular spin-off companies with which already successful business enterprises aim to create innovation and progress. The Advanced Blockchain Team can contribute its knowledge and experience to the teams of the target companies. The relationships with the target companies are long-term and the respective management is closely supported by the Advanced Blockchain Group. Venture Building is mutually beneficial. The target companies receive mentoring and industry contacts. In return, Advanced Blockchain Group not only receives revenue as part of the Venture Building arrangement, but is also publicly associated with established companies, ideally leading to positive market perception, increased awareness and additional orders.

Complementary to supporting other companies looking to create new spin-offs, the Advanced Blockchain Group supports its own spin-off projects and subsidiaries in the blockchain and decentralization industry. By providing this service internally, its own spin-offs receive all of the above benefits of Venture Building, while eliminating the fees, potential inconsistencies in decision-making and all of the other complexities otherwise associated with contracting a Venture Building service.

Advanced Blockchain Group has an investment and research team of more than 10 people who are constantly looking for new projects. They also maintain mutually beneficial relationships with other professional investors. For example, if a project meets Advanced Blockchain Group's criteria key elements the project as well as the technology behind it are analyzed. If it passes initial consideration this is followed by a deep evaluation of the project and an initial meeting with the founding/management team

to discuss the investment opportunity and explain to them Advanced Blockchain Group's value proposition. This includes providing technical resources, go-to-market support, audits, investor introductions and access to the group's research team. After the first meeting the project is discussed internally and it is decided whether this project aligns with Advanced Blockchain Group's strategic investment goals. If this is the case, a second meeting is arranged to clarify the investment details and perform a thorough due diligence.

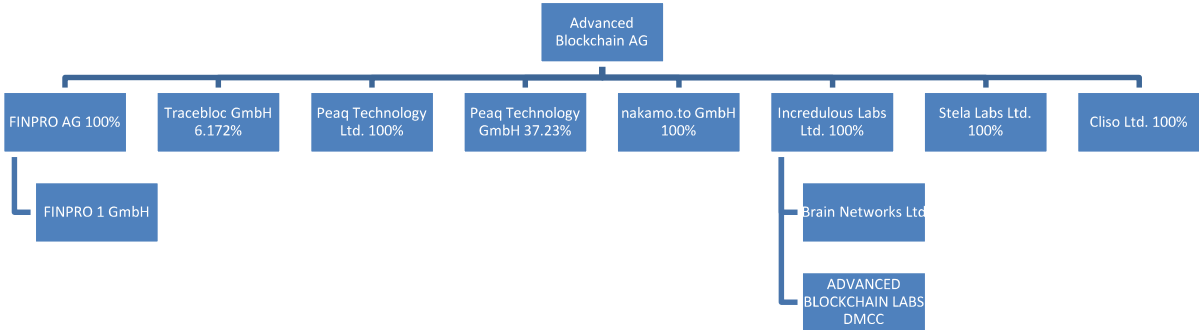
2.2 Equity investments and corporate structure

As of the date of the Inclusion Document, Advanced Blockchain AG holds the following participations:

Company name	Seat	Country	Equity Participation			Business Purpose
			in %	nominal	since	
FINPRO AG	Hamburg	GER	100 %	50,000.00 EUR	2021	described below in section 2.3
FINPRO 1 GmbH	Cologne	GER	via FINPRO AG 100 %	25,000.00 EUR	2021	Acquisition, management, disposal of and economic interest in real estate projects; shelf company for the planned tokenization of assets, still inactive
nakamo.to GmbH	Remscheid	GER	100 %	25,000.00 EUR	2018	described below in section 2.3.
Stela Labs Ltd.	Paphos	CYP	100 %	1,200.00 EUR	2021	described below in section 2.3
Incredulous Labs Ltd.	Paphos	CYP	100 %	1,200.00 EUR	2021	described below in section 2.3
Brain Networks Ltd.	Rodney Bay	LCA	via Incredulous Ltd. 100 %	117.00 EUR	2021	described below in section 2.3
ADVANCED BLOCKCHAIN LABS - DMCC	Dubai	UAE	via Incredulous Ltd. 100 %	19,144.00 EUR	2021	ADVANCED BLOCKCHAIN LABS – DMCC ² (company with Limited Liability) is expected to take over the Group's incubation business from Incredulous in the long term, as the Issuer considers Dubai and the Dubai Multi Commodities Centre (DMCC) as an important ecosystem for our further incubations, so far inactive
CLISO Ltd	Paphos	CYP	100 %	1,200.00 EUR	2021	Software development, developer of the Warp protocol and issuer of the Warp token, described below in section 2.6
Peaq Technology GmbH	Berlin	GER	37,32 %	25,000.00 EUR	2018	described below in section 2.3
Peaq Technology Ltd.	London	UK	100 %	1,000.00 GBP	2018	supports the launch of the future Peaq Technology Network
Tracebloc GmbH	Horn-Bad Meinberg	GER	6,172%	1,543.00 EUR	2020	described below in section 2.3

² So far operating under the name ADVANCED BLOCKCHAIN DMCC, change of name to ADVANCED BLOCKCHAIN LABS – DMCC is currently processed.

The Group's organizational chart is as follows:



2.3 Exemplary equity investments

As an example the business of selected equity investments of the Issuer is described hereinafter:

FINPRO AG, with its registered office in Hamburg and business address in Cologne, Germany
 - Software-as-a-Service (platform for tokenization)

FINPRO AG's software solution (under development, about 90% completed) enables the management and issuance of digitized assets of any kind. Assets are sourced via partners such as companies and asset owners to offer novel digital securities to the investor base. Compared to direct trading of real assets, the underlying technology lowers regulatory costs and provides more transparency and faster settlement. It also allows assets to be added directly to users' portfolios and, where applicable, lowers the minimum thresholds for investments, as the assets can be broken down into "morsels" in the course of digitization. There are currently two software developers and one designer working on the FINPRO platform; all three are currently employed by Incredulous Labs Ltd. The new budget proposal (subject to approval) calls for the FINPRO team to grow to five full-time developers and one full-time designer, a software architect, as well as product managers, marketing staff and other support functions.

Peaq Technology GmbH, Berlin, Germany

Peaq is divided into two business units: "Peaq Network" and "Peaq Enterprise".

"Peaq Network" is a blockchain network that enables machines to offer and provide services and to maintain and improve themselves autonomously. It uses peer-to-peer (p2p) technologies such as machine non-fungible tokens (NFTs), decentralized finance (DeFi), self-sovereign identity (SSI) and novel ecological mechanisms to align the incentives of all process participants, i.e. machines, machine owners, manufacturers and users, in the economy of things.

"Peaq Enterprise" equips machines of companies in different industries (e.g. automotive, telecommunication or engineering), with decentralized identity, access and payment capabilities that enable them to operate and handle processes on the Internet of Things via the Peaq Network.

In the last three years, Peaq Enterprise has been working closely with a number of leading vehicle and device manufacturers to develop decentralized apps (dApps), among other innovative projects and solutions. Meanwhile, Peaq Enterprise is collaborating with numerous Fortune 100 companies, including Japanese technology services provider NTT Data. In its most recent project, Peaq Enterprise aims to create an open and vendor-independent ecosystem to optimize the charging and payment process for e-cars ("**Peaq Project**"). To this end, a memorandum of understanding has been concluded with a major German car manufacturer. This contract includes the large-scale production of a fully-fledged e-mobility platform. This neutral innovation and transaction platform will focus on making electric vehicles fully ready for distributed ledger technology from the moment they leave the factory, while reducing range anxiety for users of these vehicles.

Peaq Technology GmbH, formerly: Advanced Blockchain Labs GmbH, originally was a 100% subsidiary of Advanced Blockchain AG. As a result of several capital increases in 2020 and 2021, in which the issuer waived its subscription right and primarily the Peaq management took a stake in the company, the issuer's stake has reduced to 37.23% today. These measures served in particular to simplify the acquisition of venture capital and the financing of the Peaq Project and to grant the management an appropriate share in the equity.

With effect from 1 August 2020, Advanced Blockchain AG has transferred the exclusive license for the exploitation as well as the distribution, sublicensing and further development of the "Peaq Enterprise" software, which it had developed until then and which was still unfinished at that time, to Peaq Technology GmbH. This Software is a new hybrid technology that combines the essential functions and elements of blockchain technology with those of directed acyclic graph technology.

Stela Labs Ltd., Paphos, Cyprus

- Smart Contract Auditing Firm

Advanced Blockchain AG's 100% subsidiary Stela Labs Ltd offers two services - auditing and development of smart contracts, especially in the context of the Web 3.0 vision and the economy of decentralized finance. The Stela Labs team (consisting of freelancers employed as needed) implements a comprehensive strategy for the testing of smart contracts and engages in the creation of protocols aimed not only at making the projects carried out more secure, but also more useful and effective at the same time. The company commenced operations in January 2021 and has not yet contributed significantly to Advanced Blockchain Group's revenue. However, the Issuer sees relevant potential here in the future.

Tracebloc GmbH, Horn-Bad Meinberg, Germany

- Blockchain and machine learning-based platform to reduce production line waste.

The object of the company is the development and distribution of software and license-free services and consulting services in the areas of Internet, online services, e-commerce, telecommunications, media, new media, technologies, IT, marketing, distribution and project management.

Tracebloc helps its customers by taking them on a data-enablement journey that ultimately saves production costs and generates additional revenue. The goal is to provide practical instructions on how to optimize the production line and assess the potential of data-driven production line optimization.

The acquisition of 6.172% of the share capital with a nominal value of EUR 1,543.00 took place in 2020 in a seed round.

nakamo.to GmbH, Remscheid, Germany

nakamo.to is mainly engaged in research and public relations work to promote the nakamo.to brand, which is well known in the blockchain community and Advanced Blockchain AG and its group of companies receive many cooperation requests in connection with the ongoing research activities of nakamo.to GmbH.

Previously, nakamo.to GmbH was also involved in the procurement and investment in new token projects. After the foundation of Incredulous Labs Ltd. all (future) token holdings of nakamo.to GmbH were transferred to Incredulous Labs Ltd. against payment. The consideration is not due until the tokens are issued and fully delivered.

Incredulous Labs Ltd., Paphos, Cyprus

Incredulous Labs Ltd. holds the token portfolio of Advanced Blockchain Group, invests in new (token) projects and maintains the contracts with most of the approximately 150 freelancers/consultants working for the group. They work in various projects and disciplines - especially software development, research and project management.

Brain Networks Ltd., Rodney Bay, Saint Lucia

Brain Networks Ltd. was established to collaborate with Laconic (laconic.com) to support their technology development of the Laconic Network, a blockchain system which allows participants to serve blockchain data to users in a more efficient manner than existing block explorer software (still under development). The Laconic Network will be operated in a decentralized manner by holders of Laconic Validator Seats. In exchange for its support, Brain Networks will be awarded a Laconic Validator Seat, in which Brain Networks will utilize its technology infrastructure to run the Validator Seat and ensure the running/maintenance of the Laconic Network.

2.4 Convertible loans currently granted

The following table provides an overview of the convertible loans granted and other contractual constructions that may lead to an equity participation as of the date of the Inclusion Document:

Lender (Company name)	Borrower (Company name, Seat, Country)	Loan amount in EUR	Loan disburse- ment date	Repayment due on	Conversion option
Advanced Block-chain AG	FINPRO AG, Cologne, GER	100,000.00 EUR	23.03.2021	31.03.2022	Yes, at 31.03.2022

2.5 Token investments

Advanced Blockchain Group has a diversified portfolio of tokens and future tokens based on "Simple Agreements for Future Tokens" ("**SAFT**") with currently more than 20 projects and incubations. In 2021, the Group has invested more than EUR 5 million in new token projects. Incredulous Labs Ltd. holds the token portfolio of Advanced Blockchain Group.

2.6 Exemplary token investments

Advanced Blockchain Group invests foremost, but not only, in areas such as decentralized finance, blockchain scaling solutions as well as cross-chain interoperability. The following investments are selected as the most valid examples of the Group's token investment strategy as it is planned to build further spin-out ventures on top of these projects and for this reason they are core holdings in the Group's portfolio.

The Group aims for these projects to become baselayers in the blockchain space and therefore continues to support through investment and development of new initiatives being built on top of the existing projects. By holding ownership in these baselayer projects (e.g. Polkadot or Composable Finance) Advanced Blockchain Group is able to unlock continued benefits from growth in these ecosystems.

Overall, there has been significant growth in these projects since Advanced Blockchain Group's investment. For example, since the first investment in Composable Finance, the project has gone on to achieve major milestones including winning a Parachain Auction on Polkadot raising over 160 million US dollars into a crowdloan to support the project. This resulted in an implied valuation of more than 350 million US dollars for Composable's native Token LAYR.

Composable Finance Ltd., Rodney Bay, Gros Islet, St. Lucia

- A Hyper-Liquid Infrastructure Layer for Web 3.0

The Issuer participated in a financing round and obtained the right to receive LAYR token issued by Composable Finance Ltd. in the future pursuant to an agreement dated 21 April 2021 with Composable Finance Ltd..

Composable Finance builds an infrastructure (= protocol) that enables the development of applications in the DeFi universe that can simultaneously access a variety of available, previously disparate L1 and L2 networks and interact autonomously across different blockchain ecosystems, layers and chains.

This is the most significant example of the Issuer's incubator and token investment business.

As a seed investor Advanced Blockchain's subsidiary Incredulous Ltd. invested 2 million US dollars in 5.7 million Composable (LAYR) utility tokens and contributed to the incubation on the technical and business side. Utility tokens do not offer an increase in the value of the invested capital, but purely the utility in the respective blockchain project. After Composable Finance joined the elite class of Polkadot

Parachain custodians, the team is currently preparing the issuance of the tokens which are expected to start in 2022 and are subject to a vesting schedule.

Web 3.0 Technologies Foundation, Zug, Switzerland

- Decentralized web 3.0 blockchain interoperability platform

The purpose of the Foundation is the maintenance and management of modern technologies and applications in the areas of new cryptographically-powered decentralized software protocols, with a dominant - but not exclusive - focus on the research, development, application and maintenance of "Web 3.0" technologies, including the "**Polkadot**" multichain protocol, the "Webchain" smart contract platform and the Secure Shell "SSH" messaging protocol and their various supporting technologies, as well as promotion, training, developer adaptation, middleware support and base-layer/demonstration applications relating to this protocol set; full description of purpose according to the Articles of Association. The basic aim of Polkadot is to ensure a secure and trustworthy exchange of data across different blockchains by having these different blockchains communicate with each other via Polkadot.

The investment of EUR 43,000.00 for 177,337 Polkadot token („DOT token“) was made in a private sale in 2017. In addition, over 28,000 DOT token were acquired as staking reward. Part of the stock has been sold in the meantime. As of the date of this inclusion document, Incredulous Labs Ltd. still holds 68,573.85 DOT token.

Tokens of the Warp Protocol:

- Using LP Tokens to Collateralize Stablecoin Loans

In a software development agreement dated 15 November 2020 with Cliso Ltd. (a subsidiary of the Issuer), nakamo.to GmbH (another subsidiary of the Issuer) agreed to be compensated in lieu of cash payment by delivery of 16,600 native Tokens of the Warp Protocol, to be delivered in 10 equal monthly instalments as from May 2021. In April 2021, nakamo.to GmbH transferred the right to receive the tokens to its sister company Incredulous Labs Ltd - at a price of USD 100,000.00.

Warp Finance is an open finance platform, developed by Cliso Ltd, which aims to extend the capabilities of liquidity provision, enabling new streams of yield. The Warp Protocol's primary objective is to create a novel use case for unused Liquidity Provider Tokens (LP Tokens) by allowing them to be used as collateral for lending. Users will be able to deposit LP tokens onto the Warp platform and receive stablecoin loans in exchange. LP Tokens are rewarded to users who provide crypto-assets to a decentralized exchange (DEX) or DeFi platform. Uniswap is one example of a popular DEXs that distributes LP tokens to their liquidity providers. By lending LP tokens versus other assets, users can continue to receive trading fees from Uniswap, reducing the effective interest rate. The Warp Protocol incorporates two types of transaction fees to support the platform: a percentage fee on interest earned by lenders, and a percentage fee on the borrower's stablecoin loan.

2.7 Trends in operating business and market

The following are the key current trends for the Issuer and its area of business.

From the Issuer's perspective, a key trend in the industry is the use of blockchain in the banking and securities sector. In the Issuer's view, this will continue to be the focus of the investments in start-up companies from the blockchain sector in general that can be observed and concluded on the market under the keyword DeFi (Decentralized Finance) and also the thematic focus of the investments of Advanced Blockchain AG in particular.

With regard to the Issuer's current investment portfolio, the Issuer believes that the trend towards raising capital by issuing tokens, whether as Tokens or Simple Agreements on Future Tokens will intensify in 2021. Fungible tokens, such as bitcoin, are determined by number and measurement and are transferred in smaller tranches and portions of the original unit. The counterpart to these are Non-Fungible Tokens (NFT). An NFT is a unique token that cannot be destroyed or copied, nor can it be split into parts of itself. NFT are therefore not determined by number and measurement and can only be transferred in their original form. In addition to Fungible Tokens, the Issuer believes that a market for the exchange and collection of digital goods, for example digital art, has developed under the class of NFTs, which in the Issuer's view could continue to grow strongly in 2021. According to the current status and investment focus, the acquisition, holding and disposal of NFTs are in the investment focus of the Issuer.

3. Publication of financial reports

The financial statements and management reports submitted pursuant to § 17 Paragraph 3 letters c) and d) of the General Terms and Conditions of Deutsche Börse AG for the Regulated Unofficial Market (Freiverkehr) on the Frankfurt Stock Exchange have been published and can be accessed on the Company's Website, at <https://www.advancedblockchain.com/investor-relations>.

4. Working capital statement

In the Company's opinion, its working capital is sufficient for its present requirements.

5. Significant changes in the financial position and the debt and financing structure

Since 30 June 2021, there have been no other material changes in the financial position of Advanced Blockchain AG, except as described below.

The main changes in the debt and financing structure of Advanced Blockchain AG since 30 June 2021 are listed below:

- In August 2021, the "Convertible Bonds 2021/2027" with a volume of EUR 2.3 million and a term of 6 years were issued. The convertible bonds are secured by a pledge of the shares in nakamo.to GmbH.
- In 2021, 37,728 new shares were issued from the conditional capital (2017/I) created by the Annual General Meeting on 15 November 2017, 26,300 to holders of Warrant Bonds 2020/2023 and 11,428 to holders of Convertible Bonds 2020/2024 who had exercised their respective rights to acquire four shares per bond at a price of 3.10 euros per share. By resolution of the Supervisory Board on 25 October 2021, the Articles of Association were amended accordingly. The

capital increase and the amendment to the Articles of Association were entered in the commercial register on 25 November 2021. The share capital then amounted to EUR 3,418,728.00. The conditional capital 2017/I still amounts to EUR 487,272.00 after the issue of subscription shares.

- On 23 August 2021, the Management Board resolved to increase the share capital of the Company by EUR 355,000.00 by issuing 355,000 new shares at an issue price of EUR 1.00 each by utilizing the Authorized Capital 2021/I against contributions in kind of 25,250 shares of FINPRO AG. The Supervisory Board approved this on 10 December 2021. The capital increase was implemented in full and entered in the commercial register on 20 January 2022. The share capital now amounts to EUR 3,773,728.00.

Otherwise, there have been no material changes in the debt and financing structure of Advanced Blockchain AG since 30 June 2021.

As of the date of this document, the Issuer has no off-balance-sheet arrangements such as letter of comfort or letter of credit.

6. Dividend Policy

During the period covered by the historical financial information, the Issuer has not paid any dividends. Dividend payments are not planned for the time being. The claim for payment of dividends is subject to a limitation period of three years, whereby the limitation period only begins at the end of the year in which the resolution on the appropriation of profits was passed. Dividends that have become time-barred remain with the company. There are no dividend restrictions or special procedures for non-resident security holders.

7. Legal disputes and litigation proceedings

To date, Advanced Blockchain AG has not been affected by any claims and/or lawsuits in connection with its ordinary business activities. There are no government interventions, legal or arbitration proceedings (including those proceedings which, to the Company's knowledge, are pending or may be instituted) which have existed/been concluded in the period of at least the last twelve months and which have or have recently had a material effect on the financial position or profitability of the Company and/or Advanced Blockchain AG.

III. ESSENTIAL RISK FACTORS SPECIFIC TO THE ISSUER

Only those risks are described below which are specific to the Company and/or the securities and which are of material importance. The Issuer's assessment of materiality is based on the relationship between the probability of occurrence assumed by the Issuer and the scope of the possible negative economic effects assumed by the Issuer. The order of the risk factors does not indicate the importance of a specific risk.

a) The Issuer depends entirely on the economic development of its investments.

The Company primarily aims to generate income from the realization of increases in the value of the investments it makes (primarily in the sale of equity interests and tokens). This means that the economic success of Advanced Blockchain AG depends on the price at which it enters into investments in the form of participations, financial assets or tokens and whether an increase in value takes place and can be realized until the exit from the investment. The Issuer has only a limited influence on this. In addition to factors specific to the target company, external circumstances such as general economic developments, industry-specific factors and the situation on the financial markets as well as geopolitical events also have a significant influence on price formation. However, the most important factor for price formation is likely to be the economic development of the Portfolio Companies in which the Issuer has invested in each case between entry and exit.

There is a risk that the Portfolio Companies may require more financing than expected in order to realize their business model or to successfully launch new products or services on the market. The Issuer could be forced to undertake unplanned additional financing of the relevant Portfolio Company in order to limit the loss in value of the investment already made. If additionally required funds are not available and cannot be raised from other investors, this may lead to the insolvency of the Portfolio Company and the total loss of the funds already invested.

In addition, the success of a Portfolio Company depends to a large extent on the competence of its management. It may happen that the Issuer misjudges this factor before entering into the Investment or that key personnel leave a Portfolio Company and no adequate replacement can be made at the Portfolio Company.

b) The Issuer may not be able to implement its business strategy through further investments in companies in the field of blockchain technology.

Successful realization of the Issuer's business strategy requires the ongoing expansion of its portfolio of investments in companies in the field of blockchain technology.

The Issuer may not be able to further expand its portfolio appropriately through new investments if it fails to identify the right target companies and investment opportunities, or if it fails to raise sufficient capital to expand its business so that it does not have sufficient financial resources to take suitable investment opportunities and compete against competitors.

A faltering business expansion for one or more of the aforementioned reasons would damage the market perception and acceptance of Advanced Blockchain AG among (potential) portfolio companies as well as (potential) shareholders or investors. This would increase the likelihood that other interesting target companies would decide to cooperate with competitors of the Issuer, which would thereby gain market share and visibility in the market and increase the competitive pressure on the Issuer. This could also result in the Issuer subsequently finding it even more difficult to raise new capital and thus create the resources for new investments. These mutually reinforcing factors could, in the worst case, result in the insolvency of the Issuer and cause investors to lose their entire capital.

c) Valuations of current or future investments by the Company may be inaccurate and the past, current or future values of investments made may differ from such valuations.

There is a risk that the Issuer may incorrectly assess the value of a company in which it intends to invest or has already invested. An inaccurate valuation may result, for example, from the fact that material information is not known at the time of the valuation and therefore the valuation is made on the basis of an incomplete information base or the information base is subject to material changes. It cannot be ruled out that the Issuer is deliberately presented with false information about the potential target companies which the Issuer does not recognize as such and therefore bases its investment decision on this deliberately false information. It is possible that risks in connection with existing and future planned investments are not recognized or are incorrectly assessed or develop or materialize differently than expected or that such risks - irrespective of the situation at the time of entering into the investment - arise or materialize at a later point in time. However, an inaccurate valuation may also be the result of an incorrect opportunity/risk analysis, e.g. in the event that the assessments and expectations of economic conditions relevant to the potential investment subsequently turn out to be incorrect, unrealistic or too optimistic. Particularly during macroeconomic or industry-specific peaks, there is a risk that investments may be made at a price level that only allows for a limited increase in value, if any.

If the value of a Portfolio Company is incorrectly estimated, the figures contained in the Issuer's annual financial statements may not reflect the actual net assets and results of operations of the Company. There is a risk that the investment may have to be written down in whole or in part in subsequent years.

Misevaluations can lead to investments becoming loss-making transactions because the expected increase in value is not realized on a later exit or the proceeds lead to a negative (equity) return.

There is a risk that the issuer will make a bad investment, for the financing of which it borrows in whole or in part, and that this bad investment will not cover the corresponding financing costs. This could lead to financial difficulties for the Issuer, which in the worst case could result in insolvency of the Issuer and a total loss for investors.

d) The Issuer's business model may require a license under the KAGB. Currently, the Issuer operates without such a permit - also due to a coordination with the German Federal Financial Supervisory Authority (Bundesanstalt für Finanzdienstleistungsaufsicht - BaFin).

Advanced Blockchain AG assumes that it is not an investment fund in the meaning of the German Investment Code (Kapitalanlagegesetzbuch - KAGB) and that the regulations of the KAGB do not apply to the Issuer. It does not have a permit or registration under the KAGB. The Issuer sees building / investing in majority equity participations as well as in non-equity instruments as a combined focus of its business and also the incubation as an operating activity.

In case the German Federal Supervisory Authority, BaFin, and/or responsible courts would take a different view, the Issuer would be a regulated entity with a significant regulatory burden to comply with which will result in significant additional costs. In particular, the Issuer would have to be managed either by an external capital management company or internally in the event that a court or authority comes to the conclusion that it is an investment fund within the meaning of the KAGB. Provided that the assets of the Issuer do not exceed EUR 100 million, the relevant external capital management company or the

Issuer does not require a full license from BaFin, but only registration, which BaFin will, however, only grant if the requirements of the KAGB are met. In order to obtain such registration or permission, comprehensive organizational and business policy changes would be required at the Issuer in order to be able to comply with the increased requirements of the KAGB. In addition, compliance requirements and, in particular, organizational and due diligence obligations under money laundering law would have to be met. These would be time-consuming and cost-intensive.

There is also the risk that a registration or licensing procedure cannot be carried out in time or that the procedure as a whole fails. If the Issuer decides to be managed by an external capital management company, there is a risk that it will not be able to find such a company in good time or will not be able to establish one itself in good time or at all and that the Issuer will have to interrupt or permanently cease its business activities until an external capital management company has been found or newly established.

Should the Issuer apply for permission under the KAGB as an internally managed AIF, it would have to have at least two managing directors and both managing directors would have to be recognized by BaFin as reliable and professionally suitable. There is a risk that the current management board or its successor and the second proposed management board do not meet the requirements of BaFin.

There is a risk that, as a result of the regulatory requirements (if applicable), the Issuer may have to interrupt or completely discontinue its business activities and that the costs of implementing the regulatory requirements would significantly reduce the return on invested assets.

Should BaFin or a third party classify the Company as an investment fund, or should the tax authorities so classify the Company solely for tax purposes, there could potentially be negative tax consequences for the Shareholders.

e) Currently, there is an unclear regulatory situation regarding blockchain technologies and crypto-assets.

There is no uniform or even established regulation of blockchain technology and tokens to date. It is likely that there will be increasing regulation of the relevant markets by governments and regulators worldwide, which will directly or indirectly affect the Portfolio Companies (companies in which the Issuer holds equity or convertible loans) and/or the tokens in which the Issuer invests. New regulatory requirements in one of the jurisdictions in which the Portfolio Companies operate could impair the business model of the affected Portfolio Companies and, in the worst case, render it impossible. This could result in the value of the Issuer's investments being negatively impaired to the point that the investments lose their value entirely. The Issuer's business model itself could also be negatively affected if, for example, it requires further permits, new technical or regulatory requirements or other measures for its business model in the future. In any event, it is to be expected that both the Portfolio Companies and the Issuer will incur considerable costs in the future as a result of changes to the regulatory legal framework, for example for legal advice and technical implementation.

f) The Issuer is exposed to particular risks when investing in tokens.

The special feature of tokens is that the content and purpose embodied in them can be freely and very differently determined by their issuer. Some tokens allow the use or purchase of future goods or services of the issuer with certain benefits, some tokens are used to acquire a participation opportunity in decisions of the issuing company and/or a share in future earnings. Other tokens can be traded and/or exchanged for traditional or virtual currencies. When tokens are acquired under Simple Agreements for Future Tokens ("SAFT"), as is often the case with the Issuer, they do not yet exist. The issuing company raises capital to implement a business idea. Under certain conditions, the investors acquire the right to tokens that are yet to be issued in the future. Mostly, future utility tokens are offered, with which goods or services of the issuer can be purchased.

The Issuer invests parts of its assets in (future) tokens. When acquiring (future) tokens, counterparty risks and legal risks may exist, i.e. it is possible that the Company will render a service for the acquisition of tokens, but that the consideration will not be rendered in full or only in part or not with legal effect. There is no guarantee that the issuing company will be successful and that its future tokens will be worth anything.

When tokens are held in custody, it is possible that tokens may be lost or stolen by third parties. Ownership of and the ability to dispose of tokens are established by purely digital allocations that are stored on a decentralized database (blockchain), more precisely in the "wallet", and are accessible via public and private keys or passwords. The custody may be carried out by the Issuer itself or by third parties commissioned by it for this purpose. It is possible that the blockchain may be destroyed or no longer accessible. It is possible that keys or passwords are lost so that access to Tokens is no longer possible or are spied out or stolen by third parties who thus gain access to the Tokens and steal them. There is then hardly any realistic chance of finding the thief.

The possession and disposal of tokens could be restricted or prohibited by regulatory measures, which could result in tokens losing significant value or becoming worthless.

If tokens are traded on a marketplace, extreme price fluctuations are possible. Tokens may lose all value, cease to be supported or in demand, or cease to be tradable on marketplaces. It is possible that the recoverability, usability or transferability of tokens may be impaired or completely eliminated as a result of changes in preferences among the population, technical progress or regulatory measures. Therefore, there is a risk that at least the Company's capital invested in individual tokens could be completely lost, which in turn would have an adverse effect on the share price.

g) Advanced Blockchain Group might not be able to expand its internal organizational and personnel structures in the future to the extent required for the planned expansion of its business activities.

Due to the planned expansion of the Advanced Blockchain Group's business activities and the lean staffing in the holding company itself (only the two Management Board members and one employee each), there is a risk that the increasing complexity of the Group's internal structures cannot be managed to a sufficient extent. In the course of the Group's future development, it will be important to further develop internal organizational, information, risk monitoring and risk management structures appropri-

ately, including the corresponding staffing. Should the Group not be able to establish adequate structures, this could lead to limitations in management's ability to identify and control risks, trends and undesirable developments in a timely manner. This could lead to entrepreneurial or administrative misdevelopments or wrong decisions, so that the Group's sales and/or earnings develop negatively. It could also result in violations of laws and regulations going undetected. Such violations could lead to government investigations or claims by third parties against the Group. Government investigations against the Group may negatively affect or make it impossible to conduct business. In addition, third party claims may result in costs for the Group and thus reduce sales. This could have material adverse effects on the Issuer's competitive position, business activities and net assets, financial position and results of operations, which in the worst case could result in the insolvency of the Issuer and lead to a total loss for shareholders.

h) The Issuer is dependent on the expertise and network of the Management Board members Michael Chayen Geike and Simon Telian and could lose these key persons.

The successful management of an investment company requires extensive know-how as well as a well-developed network of personal relationships and important contacts. In addition, the analysis of business models in the field of "blockchain technology and crypto-assets" as well as the acquisition and custody of tokens each require special knowledge and experience that are not readily available on the labor market. In the opinion of Advanced Blockchain AG, the Issuer's core team, namely Management Board members Michael Chayen Geike and Simon Telian, have the relevant know-how, relevant experience and a network of personal relationships with companies and individuals that are relevant to the Company's business activities. Thus, the success of the company currently depends to a large extent on these two individuals.

The departure of any of these key personnel, or even their departure to competitors without adequate replacement, could result in the identification and evaluation of investment opportunities or their management no longer being assured. This could lead to reduced earnings or even the loss of earnings for the Company, which in turn would have an adverse effect on the share price.

i) Individual board members could have conflicts of interest due to multiple functions within or outside the Advanced Blockchain Group.

Various members of the Supervisory Board are also active in different functions for other companies in the blockchain industry. Due to these dual functions, it cannot be ruled out that, with regard to the obligations of these Supervisory Board members towards the Advanced Blockchain Group on the one hand and their interests in relation to other companies in the industry on the other, conflicts of interest may arise, e.g. in the conclusion and execution of contracts and / or affected Supervisory Board members either make or refrain from making decisions to the detriment of Advanced Blockchain Group or duly disclose their conflict of interest and refrain from participating in relevant transactions, but thereby restrict the ability of Advanced Blockchain Group to act, e.g. because in the extreme case that several Supervisory Board members are affected, the Supervisory Board could be unable to pass resolutions. Such conflicts of interest could therefore have an adverse effect on the business success of the Group and thus on the share price of the Issuer.

j) The Chairman of the Supervisory Board, Martin Rubensdörffer, could have conflicts of interest due to his family relationship with Management Board member Michael Geike.

The Chairman of the Supervisory Board, Martin Rubensdörffer, is the father-in-law of Management Board member Michael Geike. Due to this family relationship, it cannot be ruled out that conflicts of interest may arise with regard to Mr. Rubensdörffer's duty of supervision and control towards the Management Board on the one hand and his private tendency towards family consideration and solidarity on the other hand, and that he may make or refrain from making decisions to the detriment of the Advanced Blockchain Group in order to avoid family conflicts. Such decisions could have a detrimental effect on the business success of the Advanced Blockchain Group and thus on the share price of the Issuer.

k) The Issuer's target industry is subject to rapid and constant technological and regulatory change to which the Issuer may not be able to adapt quickly enough.

The markets in the field of blockchain technology are, in the opinion of the Issuer, characterized by a continuous development of technology, changing industry standards, changing customer needs, strong competition and the frequent introduction of new products and services. Accordingly, they are subject to rapid and constant regulatory change.

Therefore, the Issuer must be innovative and adapt quickly to changing market requirements in order to survive in this environment. This applies to the assessment of the prospects of success of potential target companies, to the development of needs-based additional services for portfolio companies and to the assessment of the legal certainty and prospects of success of investments in tokens and other crypto-assets. It cannot be ruled out that competitors may react more quickly to new or developing technologies, standards or regulatory frameworks and thus take market share from the Issuer and hinder the Issuer's business expansion.

l) The Issuer operates in an aggressive competitive environment that may adversely affect its business opportunities and revenues.

The market of sector-specific investors in the field of blockchain technology is highly fragmented. In addition to a few large competitors, there are a large number of medium-sized and still small, emerging competitors. In the opinion of the Issuer, the intensity of competition will continue to increase due to consolidation processes, among other things. It is also possible that new competitors will enter the market or that new alliances between competitors will emerge which could gain significant market shares in a short period of time.

The Issuer competes with both strategic and financial investors for attractive investments. Many of these investors have significantly greater financial resources than the Issuer. This may lead to increased competition for the Issuer in its target market. If the Issuer has to compete with one or more competitors for an investment, this may result in the Issuer having to enter into an investment on worse terms and/or at higher prices than planned in order to be able to complete the investment at all.

Attractive investment opportunities could also be missed by the Issuer if it does not succeed in developing demand-oriented additional services for its Portfolio Companies and offering them at prices in line with the market, e.g. management services in sales or project management, coaching or brokerage services. Interesting target companies that expect such additional services could in this case migrate to competitors that are more successful in doing so.

Intense competition may cause the Issuer to lose business opportunities and market share and/or to achieve lower returns than planned.

IV. THE ISSUER'S ADMINISTRATIVE, MANAGEMENT AND SUPERVISORY BODIES

The Company's corporate bodies are the Management Board, the Supervisory Board and the Annual General Meeting. The competencies of these bodies are governed by the German Stock Corporation Act (AktG), the Articles of Association and, where applicable, the rules of procedure for the Management Board and the Supervisory Board.

1. Management Board

a) Composition, decision-making and representation

Pursuant to § 7 of the Articles of Association, the Company's Management Board consists of one or more persons. The Supervisory Board determines the number of members of the Management Board. Even if the share capital exceeds 3 million euros, the Supervisory Board may determine that the Management Board shall consist of only one person. The Management Board conducts the Company's business in accordance with the law, the Articles of Association and the rules of procedure for the Management Board. Currently, the Company's Management Board consists of two members. The Supervisory Board appoints the members of the Management Board for a maximum term of five years. A repeated appointment or extension of the term of office, in each case for a maximum of five years, is permissible. The Supervisory Board may revoke the appointment of a member of the Management Board prior to the expiry of the term of office for good cause, for example in the event of a gross breach of duty or if the Annual General Meeting withdraws its confidence in the member of the Management Board.

The Supervisory Board may issue rules of procedure for the Management Board. The Supervisory Board made use of this option on 01 December 2021 and issued rules of procedure for the Management Board.

If only one member of the Management Board has been appointed, he or she shall represent the Company alone. Otherwise, the Company shall be represented by two members of the Management Board or by one member of the Management Board together with an authorized signatory (Prokurist). The Supervisory Board may determine that individual or all members of the Management Board are authorized to represent the Company alone. The Supervisory Board may authorize individual members of the Management Board, in general or for individual cases, to represent the Company without restriction in legal transactions with themselves as representatives of a third party.

b) Current and future members

Two members of the Management Board of the Company are appointed:

Mr. Michael Chayen Geike (*16 March 1983), resident in Remscheid, German national:

Mr. Geike obtained a Master of Science in Mathematics from Imperial College London in 2005. After completing his studies, Mr. Geike gained over six years of experience as Vice President of Exotics & Hybrids Trading at JP Morgan. He then moved to Zalando SE, where he led teams of Data Scientists, focused on optimizing payment algorithms and has been working intensively on distributed ledger technology for over nine years. From January 2014 to May 2016, Mr. Geike was a board member of Smart Equity AG, the first publicly listed Distributed Ledger Technology company, which he founded. After that, Mr. Geike worked as Team Manager Analytics for Obi Group Holding SE & Co. KGaA.

Mr. Geike has been a member of the Issuer's Management Board since October 2017. Since August 2020, Mr. Geike is also a member of the Supervisory Board of Peaq Technology GmbH.

The following overview shows the most important activities of Mr. Geike as a member of an administrative, management or supervisory body or as a partner (i.e. shareholder of a partnership) in companies outside Advanced Blockchain AG in the past five years:

Company	Function	From - to
Peaq Technology GmbH	Member of Supervisory Board	Aug 2020 - today
OBI Group Holding	Team Manager Advanced Analytics	Jun 2016 – Apr 2018
Smart Equity AG	Board Director / CEO	Jan 2014 – May 2016

Mr. Simon Telian (*19 December 1994), resident in Dubai, UAE, German national:

Mr. Telian holds a Master of Science (M.Sc.) in Corporate Management & Economics from Zeppelin University, Friedrichshafen, Germany. He started his career at Dresdner Bank and subsequently (after the takeover) worked as an executive assistant for a member of the extended management board at Commerzbank AG. After that he advised private banking clients inside the asset management department at Internationales Bankhaus Bodensee AG (Würth Group) before moving on to build his own ventures.

After holding various positions at Rocket Internet and Asia Venture Group, he founded Bountly Pty. Limited - a South African peer-to-peer freelancer marketplace that specializes in connecting service seekers to service providers. The company was later on sold to a venture capital investor and Mr. Telian went on to establish his own management consulting firm focused on small and medium sized enterprises such as Sparkasse Bodensee and Score Capital AG. Most recently, he was responsible for the operational business and growth for the Swedish edge cloud company CloudBackend AB.

Mr. Telian started at Advanced Blockchain AG as a member of the Supervisory Board in July 2019. He resigned from this position as a member of the Supervisory Board in order to be appointed as an additional member of the management Board alongside CEO Michael Geike, with effect from 15 April 2021.

The following overview shows the most important activities of Mr. Telian as a member of an administrative, management or supervisory body or as a partner (i.e. shareholder of a partnership) in companies outside Advanced Blockchain AG in the past five years:

Company	Function	From - to
CloudBackend AB	Founding Partner & CCO	Feb 2020 - Apr 2021
Stelian Impact Consulting	Founder / Managing Partner	Mar 2017 - Apr 2021
Bountly Pty. Limited	Co-Founder & CEO	Jan 2017 - Mar 2019
Rocket Internet SE	Project Manager & Intern	Jun 2017 - Sep 2017
Internationales Bankhaus Bodensee AG	Private Banking Advisor	Sep 2014 - Sep 2015

c) Contracts of service, remuneration

The employment contract of Mr. Geike with Advanced Blockchain AG runs until 31 March 2022. The employment contract of Mr. Telian runs until 15 April 2022. In the event of an extension of their terms of office as a member of the company's Management Board, the contracts will be extended until the end of the extension of the term of office. The current service contracts of the Members of the Management Board do not provide for any special benefits upon termination of the respective service contract.

The Management Board receives a fixed remuneration, which amounts to EUR 170.000.00 gross per year in total plus an employer's contribution to private health and long-term care insurance, the amount of which is based on the statutory or private contribution subsidies for voluntarily statutorily or privately insured persons, including taxes thereon.

In addition to the fixed remuneration, the following performance-related bonus agreement was reached with both Management Board Members in 2021 (in January and August respectively): In the event of a successful cash capital increase excluding subscription rights from authorized capital not exceeding 10% of the share capital, each Management Board Member will receive 7% of the respective paid-up subscription amount of those subscribers who were not previously shareholders of the Company and whose subscription agreement was not concluded through the mediation of another employee, board member (including the respective other Management Board Member) or shareholder of the Company. If a third party has been promised a commission for brokering the subscription, only the difference between the 7% and the commission paid to the third party will be paid to the Management Board Members.

The Company maintains a pecuniary loss liability insurance policy (D&O insurance) for Mr. Geike and Mr. Telian in the event that a claim is made against them by a third party

In addition, the members of the Executive Board have been granted the Employee Options as described in section d) below.

The Issuer does not have any reserves or provisions for pension and annuity payments or similar benefits. Corresponding commitments do not exist at present either.

d) Loans, shareholdings/options, conflicts of interest

No loans were granted to the Management Board in the past financial year.

Mr. Geike's shareholdings in the Company (indirect and direct) are as follows:

Type	Number of shares	Strike price	Start of exercise	End of exercise
Employee Options	10,000	6.8875	17 Dec 2022	2023*
Employee Options	39,100	7.85	24 Jul 2023	2024*
Options with third parties**	54,000	1.00	30 Sep 2023***	30 Sep 2023
Options with third parties**	6,500	19.62	30 Sep 2023***	30 Sep 2023
Convertible notes	6,005	16.65	06 Sep 2021	30 Jul 2027

* on the last day of the last exercise period (in each case 10 banking days after the Annual General Meeting and after publication of annual or semi-annual financial statements) in the fifth year following the issue date of the respective subscription rights

** These options can only be exercised simultaneously at a ratio of 540:65, resulting in an average strike price of EUR 3.00.

*** The exercise notice must be received by the option grantor no later than 10 days before the exercise date.

Mr. Telian's shareholdings in the Company (indirect and direct) are as follows:

Type	Number of shares	Strike price	Start of exercise	End of exercise
Shares	3,564	n.a.	n.a.	n.a.
Employee Options	80,000	16.71	21 May 2025	2026*
Employee Options	68,500	16.71	21 May 2025	2026*
Employee Options	900	16.71	21 May 2025	2026*

* on the last day of the last exercise period (in each case 10 banking days after the Annual General Meeting and after publication of annual or semi-annual financial statements) in the fifth year following the issue date of the respective subscription rights

No sanctions have been imposed on Mr. Geike or Mr. Telian in the last five years for violating domestic or foreign provisions of criminal or capital market law; in particular, there have been no guilty verdicts in relation to fraudulent offences. They have not been involved in bankruptcies, insolvency proceedings or liquidations in the last five years. No public allegations have been made against them and/or sanctions imposed by statutory authorities or regulatory bodies (including designated professional bodies), nor

have they ever been found unfit in any court of law for membership of any administrative, managerial or supervisory body of any company or for my acting in the management or conduct of the affairs of any company.

The Chairman of the Supervisory Board, Mr. Rubensdörffer, is the father-in-law of the Management Board member Michael Geike. There are no other family relationships between the members of the Management Board and the members of the Supervisory Board.

Save as disclosed herein, there are no potential conflicts of interest between the Management Board members' duties to the Issuer and their private interests or other duties.

The Management Board members can be reached at the Company's business address.

2. Supervisory Board

a) Composition, decision-making and committees

The Supervisory Board of Advanced Blockchain AG consists of 5 members in accordance with § 10 para. 1 of the Articles of Association. Unless the Annual General Meeting resolves a shorter period for individual Supervisory Board members to be elected by it, the Supervisory Board members are elected for no longer than the period until the end of the Annual General Meeting that resolves on the discharge for the fourth financial year after the start of the term of office. The fiscal year in which the term of office begins is not included in this calculation. Re-election is possible. The election of the successor of a member who resigned before the end of his or her term of office shall only be held for the remainder of the term of office of the resigning member. At the same time as the election of the ordinary members of the Supervisory Board, substitute members may be elected for one or more specific members of the Supervisory Board. They shall become members of the Supervisory Board in the order to be determined at the time of election if Supervisory Board members as whose substitute members they were elected leave the Supervisory Board before the end of their term of office. If substitute members are elected, the substitute member shall take the place of the retiring ordinary member for the remaining term of office.

The members and substitute members of the Supervisory Board may resign from office by submitting a written declaration to the Management Board by giving five days' notice even without a good cause. Immediately following its election, the Supervisory Board elects a Chairman and a Vice Chairman from among its members. The election shall be for the term of office of the elected person. The Vice Chairman shall have the rights and duties of the Chairman of the Supervisory Board if the latter is prevented from exercising his office. The oldest Supervisory Board member present, who shall have the Chairman elected, shall open the meeting. The same shall apply if the Chairman or his Vice Chairman leave the supervisory board due to expiry of their term of office at the end of a general meeting. If the Chairman or his Vice Chairman leave office prematurely, the Supervisory Board shall immediately hold a new election for the remaining term of office of the person leaving office.

b) Current members

The names and main activities of the current members of the Supervisory Board of Advanced Blockchain AG are:

Name	Main activities outside of Advanced Blockchain AG
Martin Rubensdörffer (Chairman)	Lawyer
Marek Kotewicz (Vice Chairman)	Software-/Blockchain Engineer
Michael Ganser	Software Engineer
Olav Sorenson	Professor of Strategy
Mark Weerts	Managing Director

The Supervisory Board members can be reached at the Company's business address.

Mr. Martin Rubensdörffer, resident in Remscheid, Germany, German national:

The Issuer's General Meeting elected Mr. Martin Rubensdörffer as a member of the Issuer's Supervisory Board on 15 November 2017 until the end of the General Meeting resolving on the discharge for the financial year 2021. At the first meeting of the Supervisory Board after the Annual General Meeting, Mr. Rubensdörffer was elected Chairman of the Supervisory Board.

Mr. Rubensdörffer is a lawyer in Remscheid. After studying law and economics in Tübingen and Bonn, Mr. Rubensdörffer passed the first state examination in Cologne and the second state examination in Düsseldorf. In November 1974, he was admitted to the bar at the Regional Court of Wuppertal.

Mr. Rubensdörffer's main areas of practice are road traffic law, private building and architectural law, criminal law and criminal procedure law, as well as the law of limited companies. Mr. Rubensdörffer also acts as chairman or as a member of the supervisory board of several public limited companies, some of which are listed on the stock exchange.

The following overview shows the most important activities of Mr. Rubensdörffer as a member of an administrative, management or supervisory body or as a partner (i.e. shareholder of a partnership) in companies outside Advanced Blockchain AG in the past five years:

Company	Function	From - to
Futurum Bank AG	Chairman of the Supervisory Board	Jul 2021 – today
Bitcoin Group SE	Chairman of the Supervisory Board	Mar 2019 – today
Babylon Capital AG	Vice Chairman of the Supervisory Board	Apr 2006 – today
Axiomity AG	Chairman of the Supervisory Board	Oct 2016 – Nov 2018
Bavaria Venture Capital & Trade AG	Chairman of the Supervisory Board	Mar 2015 – Mar 2020
GBS Asset Management AG	Chairman of the Supervisory Board	terminated Oct 2016
RIPAG AG	Chairman of the Supervisory Board	terminated Oct 2016
Weberhof AG	Chairman of the Supervisory Board	terminated Oct 2016

Mr. Marek Kotewicz, resident in Berlin, Germany, Polish national:

The Issuer's General Meeting elected Mr. Marek Kotewicz as a member of the Issuer's Supervisory Board on 8 April 2021 until the end of the General Meeting resolving on the discharge for the financial year 2025.

Mr. Kotewicz is a self-taught software and blockchain engineer who was one of the first employees at the Ethereum Foundation, Zug, Switzerland. In 2015 Mr. Kotewicz moved to Parity Technologies (together with Dr. Gavin Wood) to further shape and improve the Ethereum and blockchain ecosystem. Since then, he has helped build several projects, including Parity Ethereum, Parity Bitcoin and most notably: Polkadot – which is one of the key investments of Advanced Blockchain AG.

The following overview shows the most important activities of Mr. Kotewicz, as a member of an administrative, management or supervisory body or as a partner (i.e. shareholder of a partnership) in companies outside Advanced Blockchain AG in the past five years:

Company	Function	From - to
Parity Technologies	Core Developer	Jan 2016 - today
Ethereum Foundation	Core Developer	Oct 2014 - Dec 2015

Mr. Michael Rudolf Ganser, resident in Uster, Switzerland, German national:

Mr. Michael Ganser was elected as a member of the Issuer's Supervisory Board by the Issuer's General Meeting on 29 October 2020 until the end of the General Meeting resolving on the discharge for the financial year 2021.

Mr. Ganser is founder and CEO of the Swiss Windage AG which invests in start-ups and advises next-gen technology start-ups in the areas of blockchain infrastructure, digital assets, social media, AI, security and sustainable IT. Before founding Windage AG, Ganser worked for more than 20 years at Cisco Systems Group in various management positions. Among others, as Senior Vice President Central Europe, CEO Germany, CEO Switzerland, Head of SP Markets in EU and MEA. He also headed the Enterprise segment in the entire EMEA region.

The following overview shows the most important activities of Mr. Ganser as a member of an administrative, management or supervisory body or as a partner (i.e. shareholder of a partnership) in companies outside Advanced Blockchain AG in the past five years:

Company	Function	From - to
Windage AG, Zug	Founder & CEO	2018 - today
Prime Computer AG	Member of the Board of Directors	Sep 2020 - today
Peaq Technology GmbH	Member of the Supervisory Board	Jun 2020 - today
Unit8 SA	Strategic Advisor	Dec 2019 - today
Ubuntu Tribe	Member of the Supervisory Board	Nov 2019 - today
DISEO Inc.	Member of the Board of Directors	Nov 2019 - Jul 2020
iov42	CEO	2018 - Aug 2018

CISCO	Various Management and CEO Positions	Jun 1996 - Jan 2018
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Mr. Olav Sorenson resident in Manhattan Beach, CA 90266, USA, American national:

Mr. Olav Sorenson was elected as a member of the Issuer's Supervisory Board by the Issuer's General Meeting on 8 April 2021 until the end of the General Meeting resolving on the discharge for the 2025 financial year 2025.

Mr. Sorenson graduated from Harvard College with a bachelor's degree in Social Studies. He also graduated from Stanford University with a master's and doctoral degree in Sociology. Olav Sorenson (Ph.D.) is a renowned researcher in the field of business and entrepreneurship, including crowdfunding and venture capital strategies. He is primarily active at the UCLA Anderson School of Management, where he holds the Joseph Jacobs Chair in Entrepreneurial Studies. He was awarded the Global Award for Entrepreneurship Research 2018 for his work.

The following overview shows the most important activities of Mr. Sorenson as a member of an administrative, management or supervisory body or as a partner (i.e. shareholder of a partnership) in companies outside Advanced Blockchain AG in the past five years:

Company	Function	From - to
UCLA Anderson School of Management	Chair in Entrepreneurial Studies & Professor of Strategy	Jul 2020 - today
Yale School of Management	Professor of Management	Jul 2009 - Jun 2020

Mr. Mark Weerts, resident in Düsseldorf, Germany, Dutch national:

Mr. Mark Weerts was elected as a member of the Issuer's Supervisory Board by the Issuer's General Meeting on 8 April 2021 until the end of the General Meeting resolving on the discharge for the financial year 2025.

Mr. Weerts holds a bachelor's degree from Hotelschool The Hague. He also completed an MBA at WHU - Otto Beisheim School of Management. Mark Weerts is Managing Director of ACTC GmbH, a successful German fashion company, for which he has held various management positions since 2015. In his role as Managing Director with a focus on marketing, product management and sales, he understands the current market dynamics and formulates future strategies to transform the company in a future-oriented way. Innovation and implementation of new technologies play a central role in this process.

The following overview shows the most important activities of Mr. Weerts as a member of an administrative, management or supervisory body or as a partner (i.e. shareholder of a partnership) in companies outside Advanced Blockchain AG in the past five years:

Company	Function	From - to
ACTC GmbH	CEO (since 2019) & previously various Management Positions	Apr 2015 - today

EBC Hochschule	Part-time Teacher	Oct 2017 - Oct 2018
Shoebly	Manager Mens&Boys Wear	Sep 2011 - Mar 2015

c) Remuneration

The incumbent members of the Supervisory Board received the following remuneration for the past financial year 2020:

Supervisory Board members in office	Remuneration
Martin Mischke (in office until January 8)	EUR 0.00
Martin Rubensdörffer	EUR 100.00
Marek Kotewicz (Vice Chairman)	EUR 0.00
Michael Ganser (in office as of October 29)	EUR 0.00
Olav Sorenson	EUR 0.00
Mark Weerts (in office as of April 8 2021)	EUR 0.00

In addition, the members of the Supervisory Board are entitled to reimbursement of their expenses.

d) Loans, shareholdings, other legal relationships and conflicts of interest

No loans were granted to members of the Supervisory Board in the past fiscal year.

At the time of the Inclusion document, Mr. Rubensdörffer holds 5,000 shares. Mr. Ganser holds 33,919 shares in the issuer and 3.45% in Peaq Technology GmbH. Mr. Kotewicz holds 5,000 and Mr. Sorenson 3,500 option rights, which have not yet been issued or which have only been promised. Under an agreement dated on 1 October 2021, Mr. Weerts received from a shareholder the option right to acquire 1,000 shares in the issuer.

No sanctions have been imposed on the members of the Supervisory Board in the last five years for violating domestic or foreign provisions of criminal or capital market law; in particular, there have been no guilty verdicts in relation to fraudulent offences. They have not been involved in bankruptcies, insolvency proceedings or liquidations in the last five years. No public allegations have been made against them and/or sanctions imposed by statutory authorities or regulatory bodies (including designated professional bodies), nor have they ever been found unfit in any court of law for membership of any administrative, managerial or supervisory body of any company or for my acting in the management or conduct of the affairs of any company.

No service relationships exist between Advanced Blockchain AG or its portfolio companies and the members of the Supervisory Board.

The Chairman of the Supervisory Board, Mr. Rubensdörffer, is the father-in-law of the Management Board member Michael Geike. There are no other family relationships among the members of the Supervisory Board or between members of the Supervisory Board and the Management Board.

Save as disclosed herein, there are no potential conflicts of interest between the Management Board members' duties to the Issuer and their private interests or other duties.

3. Annual General Meeting

a) Introduction

The Annual General Meeting is the meeting of the shareholders. The Annual General Meeting is held within the first eight months after the end of the financial year at the Company's registered office or at another location in the Federal Republic of Germany with a population of more than 50,000. Each no-par value ordinary share entitles the holder to one vote at the Annual General Meeting. There are no restrictions on voting rights. The voting right only arises with the full payment of the contribution to the share. Proxy may exercise voting rights. The text form (§ 126b BGB) is required and sufficient for the proxy. The notice convening the Annual General Meeting may stipulate otherwise. Section 135 AktG remains unaffected.

b) Resolution

The resolutions of the Annual General Meeting shall be adopted by a simple majority of the votes cast and, if the law prescribes a capital majority in addition to the voting majority, by a simple majority of the share capital represented when the resolution is adopted, unless these Articles of Association stipulate otherwise in individual cases or mandatory statutory provisions conflict therewith.

In particular for the adoption of resolutions on the making of an amendment to the Articles of Association, with the exception of an amendment to the object of the company, an ordinary capital increase in which the shareholders' subscription rights are not excluded, or the issuance of convertible notes and profit participation notes and the granting of profit participation rights, where the shareholders' subscription rights are not excluded, a simple majority of the votes cast is sufficient in accordance with the Articles of Association.

Neither the Stock Corporation Act nor the Articles of Association provide for a minimum quorum for the Annual General Meeting.

Under stock corporation law, resolutions of fundamental importance require, in addition to a majority of the votes cast, a majority of at least three quarters of the share capital represented when the resolution is adopted. These resolutions of fundamental importance include in particular:

- Capital increases under exclusion of subscription rights,
- Capital Reductions,
- the creation of authorized or conditional capital,
- The splitting up or splitting off as well as the transfer of the entire assets of the company,
- the conclusion of inter-company agreements (e.g. control and profit transfer agreements),
- the change of the legal form of the company and
- the dissolution of the company.

V. ESSENTIAL INFORMATION ON THE SECURITIES AND THE INCLUSION

1. What are the main characteristics of securities?

This Inclusion Document pertains to the Issuer's current share capital of EUR 3,773,728.00 divided into 3,773,728 ordinary no-par value shares (“**Shares**”) with a notional share in the share capital of EUR 1.00 each, bearing the International Securities Identification Number (ISIN) DE000A0M93V6.

The Company has issued the convertible, exchangeable or warrant-linked securities as described in section VII.5, in particular the Company has issued options for 210,000 shares to be created from Conditional Capital 2018/2 to members of the Issuer's Management Board, management bodies of subsidiaries and employees of the Group under the Stock Option Program 2018.

The Company does not currently hold any treasury shares.

There are no restrictions on the free tradability of the Shares, in particular there are no lock-up agreements.

The Shares have no maturity and carry full dividend rights as of 1 January 2021. Dividends may only be paid out of retained earnings as shown in the Company's financial statements. During the period covered by the Historical Financial Information, the Issuer has not made any profit and consequently has not paid any dividends. Dividend payments are not planned for the time being.

The Shares will participate in any liquidation proceeds in proportion to their notional interest in the share capital. Each Share grants its holder one vote at the Issuer's General Meeting. Within the capital structure of the Issuer, the Shares count as equity capital; thus, in the event of insolvency, claims arising from the Shares will only be settled after all other claims of other debtors have been settled in full.

The Company's shares are intended to be invested in by institutional and retail investors as well as appropriate counterparties, all of them with a high-risk profile, pursuing general asset accrual or optimization goals and having a mid-term or long-term investment horizon and basic knowledge or experience with investing in securities. Potential investors may lose some or all of their investment in particular due to the high profile risk of the investment.

2. Where are the securities traded?

The Issuer's shares are currently traded on the primary market (*Primärmarkt*) of the Düsseldorf Stock Exchange. The Company plans to include its shares in the Scale segment of the Open Market of the Frankfurt Stock Exchange on the basis of the present Inclusion Document.

3. Is a guarantee provided for the securities?

No guarantee is provided for the Shares.

4. Reasons for the inclusion in Scale

The Company wishes to utilize the inclusion of its shares in the Scale segment in order to broaden the scope of potential investors in its securities. The Company will not receive any proceeds in connection with the subject matter of this Inclusion Document.

5. Any material interests

Because no new shares of the Company are being issued as part of this uplisting, neither the Company nor the Applying Capital Market Partner will receive any securities sales proceeds as a result of the inclusion of the Company's shares in the Scale segment. The Management Board is in-/ directly invested in the Company. They and the other shareholders of the Company also have an interest in the subject matter of this Inclusion Document. Finally, the Company itself has an interest in the subject matter of this Inclusion Document insofar as it seeks to enhance the liquidity of its securities, increase transparency towards its shareholders and retain their trust, broaden the scope of available financing opportunities and improve the name recognition of the Company.

6. Risks relating to the nature of the securities

Shareholders face the risk of a future dilution of their shareholding in the Company.

The Company may carry out further capital measures in the future to strengthen its equity capital or to finance its business activities and growth, because it requires more capital for its planned further business development and the acquisition of further investments. The Company cannot guarantee that it will be able to do so on reasonable terms in the future, especially since circumstances beyond the Issuer's control play a role, such as the general state of the capital markets and also the willingness of existing shareholders to subscribe for new shares in capital measures.

In particular, there is a risk of dilution in the event that authorized capital is utilized, provided that the option to exclude subscription rights is exercised. The Company's Annual General Meeting of 8 April 2021 resolved to create authorized capital in the amount of EUR 1,352,400.00 (Authorized Capital 2021/I), which after partial utilization as of the date of this inclusion document still amounts to EUR 997,400.00. The authorization permits the exclusion of shareholders' subscription rights in the cases recognized for this purpose. In addition, a further authorized capital of up to EUR 338,100.00 (Authorized Capital 2021/II) was approved at the same Annual General Meeting. The authorization permits the exclusion of shareholders' subscription rights in the cases recognized for this purpose.

In addition, the conditional capital in the amount of EUR 525,000.00 (Conditional Capital 2017/I), the conditional capital in the amount of EUR 315,000.00 (Conditional Capital 2018/I) and the conditional capital in the amount of EUR 525,000.00 (Conditional Capital 2020) were created to grant no-par value bearer shares upon the exercise of option or conversion rights or to fulfil option or conversion obligations. Additionally, a conditional capital in the amount of EUR 210,000.00 (Conditional Capital 2018/II) exists to serves to fulfil subscription rights issued to members of the Management Board and employees of the Company and investment companies using the authorization granted by the Annual General Meeting on 16 August 2018. Furthermore, the Management Board is authorized to acquire treasury shares up

to a total of 10% of the share capital existing at the time of the resolution or at the time of the exercise of this authorization, in particular on the basis of the five-year authorization of the Annual General Meeting of 8 April 2021. The shares acquired on the basis of this authorization may at no time exceed 10% of the respective share capital of the Company. The authorizations may be exercised once or several times, in whole or in partial amounts, in pursuit of one or several purposes by the Company, but also by group companies or by third parties for the account of the Company or the group companies. This authorization provides that the Management Board may exclude shareholders' subscription rights in certain cases.

Depending on the structure of future capital measures, these may lead to a dilution of the participation of shareholders in the event of a waiver of the exercise of the subscription right or also in the event of an exclusion of the subscription right, i.e. to a reduction of the share in the company securitized in an existing share and the corresponding share in the (potential) profit.

VI. MAJOR SHAREHOLDERS, RELATED PARTY TRANSACTIONS AND LEGAL RELATIONSHIPS, SHARE CAPITAL, LITIGATION AND MATERIAL CONTRACTS OF THE ISSUER

1. Shareholder structure

As at the date of this Inclusion Document, Mr. Telian holds 3,564 shares of the Company, Mr. Geike holds 0 shares of the Company, Mr. Rubensdörffer holds 5,000 shares of the Company, Mr. Weerts holds no shares of the Company but has a right to purchase 1,000 shares in August 2023 from another shareholder, Mr. Ganser holds 33,919 shares of the Company, Mr. Sorenson and Mr. Kotewicz hold no shares of the Company.

To the knowledge of the Company, as at the date of this Inclusion Document, no shareholder holds 3 % or more than 3 % of the share capital of the Company.

2. Legal relationships with related parties

There are no legal relationships with related parties.

3. Conflicts of interest

The Chairman of the Supervisory Board, Mr. Rubensdörffer, is the father-in-law of the Management Board member Michael Geike. Due to this family relationship, it cannot be ruled out that conflicts of interest may arise with regard to Mr. Rubensdörffer's duty of supervision and control towards the Management Board on the one hand and his private tendency towards family consideration and solidarity on the other hand, and that he may make or refrain from making decisions to the detriment of the Advanced Blockchain Group in order to avoid family conflicts. Such decisions could have a detrimental effect on the business success of the Advanced Blockchain Group and thus on the share price of the Issuer. There are no other potential conflicts of interest.

VII. SHARE CAPITAL

1. Share capital and shares

The Issuer's share capital at the time of its incorporation amounted to EUR 350,000.00 and consisted of 350,000 fully paid-up no-par value bearer shares with a notional interest in the Issuer's share capital of EUR 1.00 each.

The Annual General Meeting of 15 November 2017 resolved under agenda item 3 to increase the share capital by up to EUR 700,000.00 to up to EUR 1,050,000.00 by issuing up to 700,000 new bearer shares with a notional share in the share capital of EUR 1.00 each against cash contributions. The capital increase was implemented in full and entered in the commercial register on 23 January 2018.

The Annual General Meeting of 15 November 2017 resolved under agenda item 4 to increase the share capital by up to a further EUR 1,050,000.00 to up to EUR 2,100,000.00 by issuing up to 1,050,000 new bearer shares with a notional share in the share capital of EUR 1.00 each against cash contributions. The capital increase was implemented in full and entered in the commercial register on 14 May 2018.

On 22 October 2019, the Management Board resolved to increase the share capital from the Authorized Capital created by the Annual General Meeting of 16 August 2018 by up to EUR 210,000.00 by issuing up to 210,000 new no-par value bearer shares, each with a notional share in the share capital of EUR 1.00, against cash contributions. The capital increase was initially implemented in the amount of EUR 78,520.00 to EUR 2,178,520.00 and, following a corresponding amendment to the Articles of Association by resolution of the Supervisory Board on 12 November 2019, was entered in the Commercial Register on 13 January 2020. The capital increase was then further implemented in the amount of EUR 131,480.00 to EUR 2,310,000.00 and, following a corresponding amendment to the Articles of Association by resolution of the Supervisory Board on 27 January 2020, entered in the Commercial Register on 16 March 2020.

In the 2021 financial year, the Management Board, with the approval of the Supervisory Board, increased the share capital twice by utilizing authorized capital against contributions in kind or cash, namely

- by resolution of 8 December 2020, with the approval of the Supervisory Board of 17 December 2020, against contribution in kind of 24,750 shares of FINPRO AG by EUR 840,000.00 to EUR 3,150,000.00. The capital increase was implemented in full and entered in the commercial register on 25 February 2021;
- by resolutions of 4 and 5 March 2021, in each case with the approval of the Supervisory Board on the same day, by EUR 231,000.00 to EUR 3,381,000.00 against cash contributions. The 231,000 new shares were placed in a private placement with qualified investors at a placement price of EUR 16.65 per share. The gross issue volume thus amounted to EUR 3,846,150.00 million. The capital increase was implemented in full and entered in the commercial register on 18 March 2021. Thus, taking into account the capital stock already existing prior to the capital increase, the Company has exceeded the criterion of a cumulative equity injection of at least 5 million euros.

In 2021, 37,728 new shares were issued from the conditional capital (2017/I) created by the Annual General Meeting on 15 November 2017, 26,300 to holders of Warrant Bonds 2020/2023 and 11,428 to holders of Convertible Bonds 2020/2024 who had exercised their respective rights to acquire four shares per bond at a price of 3.10 euros per share. By resolution of the Supervisory Board on 25 October 2021, the Articles of Association were amended accordingly. The capital increase and the amendment to the Articles of Association were entered in the commercial register on 25 November 2021. The share capital then amounted to EUR 3,418,728.00. The conditional capital 2017/I still amounts to EUR 487,272.00 after the issue of subscription shares.

On 23 August 2021, the Management Board resolved to increase the share capital of the Company by EUR 355,000.00 by issuing 355,000 new shares at an issue price of EUR 1.00 each by utilizing the Authorized Capital 2021/I against contributions in kind of 25,250 shares of FINPRO AG. The Supervisory Board approved this on 10 December 2021. The capital increase was implemented in full and entered in the commercial register on 20 January 2022.

The Company's current share capital amounts to EUR 3,773,728.00 and is divided into 3,773,728 no-par value bearer shares. The share capital is fully paid in.

2. Treasury shares

By resolution of the Annual General Meeting of shareholders on 8 April 2021, the Management Board is authorized until 7 April 2026 to acquire treasury shares in the Company up to a total of 10% of the Company's share capital existing at the time the resolution is adopted or at the time the authorization is exercised. The shares acquired on the basis of this authorization may at no time exceed 10% of the respective capital stock of the Company. The authorizations may be exercised once or several times, in whole or in partial amounts, in pursuit of one or more purposes by the Company, but also by Group companies or by third parties for the account of the Company or the Group companies. The authorization may not be used for the purpose of trading in treasury shares. At the discretion of the Management Board, the acquisition may be affected (1) via the stock exchange (insofar as stock exchange trading exists) or (2) by means of a purchase offer or (3) an invitation to submit an offer. The Management Board of the Company shall determine the further details of the form of the offer or the public invitation to submit purchase offers addressed to the shareholders.

The Management Board was further authorized to dispose of the treasury shares acquired on the basis of the above authorization or by other means, in addition to a sale via the stock exchange (if the shares are not admitted to trading on a German stock exchange in the regulated market at the time of their sale, also in the over-the-counter market, provided that trading in shares of the Company should take place in this market segment) or by means of an offer to all shareholders for all legally permissible purposes, whereby a subscription right of the shareholders may be excluded by the Management Board in each case. In total, the shares used in such way, insofar as they are issued, may not exceed 10% of the capital stock existing at the time of the General Meeting of shareholders and the exercise of the authorization.

The Issuer does not currently hold any treasury shares.

3. Authorized capital

Authorized capital 2021/I

By resolution of the Annual General Meeting of 8 April 2021 the Management Board was authorized, with the approval of the Supervisory Board, to increase the Company's share capital on one or more occasions on or before 7 April 2026, by a maximum amount of EUR 1,352,400.00 by issuing up to 1,352,400 new no-par value bearer shares of the Company (Authorized Capital 2021/I).

In principle, the new shares are to be offered to the shareholders for subscription; the offer may also be made in accordance with Art. 186 par. 5 AktG. However, the Management Board is authorized, with the approval of the Supervisory Board, to exclude the statutory subscription right of shareholders in certain cases.

Authorized Capital 2021/I pursuant to Section 5 para. 1 of the Articles of Association of the Issuer still amounts to EUR 997,400.00 after partial utilization as of the date of this inclusion document.

Authorized capital 2021/2

Pursuant to § 5(2) of the Articles of Association of the Issuer, the Management Board is authorized, with the approval of the Supervisory Board, to increase the Company's share capital on one or more occasions on or before April 7, 2026, by a maximum amount of EUR 338,100.00 by issuing up to 338,100 new no-par value bearer shares of the Company (Authorized Capital 2021/2).

In principle, the new shares are to be offered to the shareholders for subscription; the offer may also be made in accordance with Art. 186 par. 5 AktG. However, the Management Board is authorized, with the approval of the Supervisory Board, to exclude the statutory subscription right of shareholders in certain cases.

As at the date of this Inclusion Document, the Authorized Capital 2021/2 has not yet been utilized.

4. Conditional capital

Conditional Capital 2017

The share capital was conditionally increased by up to EUR 525,000.00 by resolution of the Annual General Meeting on 15 November 2017 (Conditional Capital 2017). The conditional capital increase serves to grant shares to the holders of convertible notes and/or option notes issued by the Company or by a direct or indirect investment company in accordance with the authorization of 15 November 2017. The conditional capital increase shall only be carried out to the extent that conversion rights or option rights are exercised or corresponding obligations are to be fulfilled and to the extent that no other forms of fulfilment are used for servicing. The new no-par bearer shall participate in the profits of the Company from the beginning of the financial year in which they are created. The Management Board is authorized to determine the further details of the implementation of the conditional capital increase.

The conditional capital 2017 according to Section 4 (1) of the Articles of Association currently amounts to EUR 487,272.00 after partial utilization in 2021.

Conditional Capital 2018/1

Pursuant to Section 4 (2) of the Articles of Association of the Company, the share capital of the Company is conditionally increased by up to EUR 315,000.00 by issuing up to 315,000 new no-par value bearer shares (Conditional Capital 2018/1). The conditional capital increase serves to grant shares to the holders of convertible bonds and/or bonds with warrants issued by the Company or by a direct or indirect affiliated company of the Company in accordance with the authorization of 16 August 2018. The conditional capital increase shall only be implemented to the extent that conversion or option rights are exercised or corresponding obligations are to be fulfilled and to the extent that no other forms of fulfilment are used for servicing. The new shares shall participate in profits from the beginning of the fiscal year in which they are created. The Management Board is authorized to determine the further details of the implementation of the conditional capital increase.

Conditional Capital 2018/2

Pursuant to Section 4 (3) of the Articles of Association of the Company, the share capital of the Company is conditionally increased by up to EUR 210,000.00 by issuing up to 210,000 new no-par value bearer shares (Conditional Capital 2018/2). The conditional capital increase serves to fulfil subscription rights issued to members of the management and employees of the Company and companies affiliated with the Company in accordance with the resolution of the Annual General Meeting of 16 August 2018 ("Stock Option Program 2018"). The conditional capital increase shall only be implemented to the extent that the holders of the subscription rights issued exercise their subscription rights. The new shares shall participate in profits from the beginning of the financial year for which no resolution on the appropriation of profits has been adopted at the time of issue.

Conditional Capital 2020

Pursuant to Section 4 (4) of the Articles of Association of the Company, the share capital of the Company is conditionally increased by up to EUR 525,000.00 by issuing up to 525,000 new no-par value bearer shares (Conditional Capital 2020). The conditional capital increase serves to grant shares to the holders of convertible bonds and/or bonds with warrants issued by the Company or by a direct or indirect affiliated company of the Company in accordance with the authorization of 29 October 2020. The conditional capital increase shall only be implemented to the extent that conversion or option rights are exercised or corresponding obligations are to be fulfilled and to the extent that no other forms of fulfilment are used for servicing. The new shares shall participate in profits from the beginning of the fiscal year in which they are created. The Management Board is authorized to determine the further details of the implementation of the conditional capital increase.

5. Convertible, exchangeable or warrant-linked securities

5.1 Existing authorizations

By resolution of the Annual General Meeting of shareholders **15 November 2017**, the Management Board is authorized, with the approval of the Supervisory Board, to issue bearer convertible bonds and/or bonds with warrants (collectively also "bonds") with or without a limited term, on one or more occasions until 14 November 2022, for a total nominal amount of up to EUR 525,000.00 and to grant the holders of bonds conversion or option rights to no-par value bearer shares of the Company with a pro rata amount of the share capital of up to EUR 525,000.00 in total in accordance with the terms and conditions of the convertible bonds or bonds with warrants to be determined by the Management Board. The authorization of the Company's General Meeting of 15 November 2017 includes additional provisions on the issuance and terms of the bonds. When the notes are issued, the shareholders are generally entitled to statutory subscription rights. The Management Board is, however, authorized, with the consent of the Supervisory Board, to exclude shareholders' subscription rights in whole or in part if certain conditions are met (e.g., to avoid fractional amounts or to grant holders or creditors of previously issued notes a subscription right to new shares to the extent to which they would be entitled as shareholders after exercising their option or conversion rights).

Furthermore, by resolution of the Annual General Meeting of shareholders on **16 August 2018**, the Management Board is authorized, with the approval of the Supervisory Board, to issue bearer convertible bonds and/or bonds with warrants (collectively also "bonds") with or without a limited term, on one or more occasions until 15 August 2023, for a total nominal amount of up to EUR 315,000.00 and to grant the holders of bonds conversion or option rights to no-par value bearer shares of the Company with a pro rata amount of the share capital of up to EUR 315,000.00 in total in accordance with the terms and conditions of the convertible bonds or bonds with warrants to be determined by the Management Board. The authorization of the Company's General Meeting of 16 August 2018 includes additional provisions on the issuance and terms of the bonds. When the bonds are issued, the shareholders are generally entitled to statutory subscription rights. The Management Board is, however, authorized, with the consent of the Supervisory Board, to exclude shareholders' subscription rights in whole or in part if certain conditions are met (e.g., to avoid fractional amounts or to grant holders or creditors of previously issued bonds a subscription right to new shares to the extent to which they would be entitled as shareholders after exercising their option or conversion rights).

In addition, by resolution of the Annual General Meeting of shareholders on **29 October 2020**, the Management Board is authorized, with the approval of the Supervisory Board, to issue bearer convertible bonds and/or bonds with warrants (collectively also "bonds") with or without a limited term, on one or more occasions until 28 October 2025, for a total nominal amount of up to EUR 525,000.00 and to grant the holders of bonds conversion or option rights to no-par value bearer shares of the Company with a pro rata amount of the share capital of up to EUR 525,000.00 in total in accordance with the terms and conditions of the convertible bonds or bonds with warrants to be determined by the Management Board. The authorization of the Company's General Meeting of 29 October 2020 includes additional provisions on the issuance and terms of the notes. When the notes are issued, the shareholders are generally entitled to statutory subscription rights. The Management Board is, however, authorized, with the consent of the Supervisory Board, to exclude shareholders' subscription rights in whole or in part if certain

conditions are met (e.g., to avoid fractional amounts or to grant holders or creditors of previously issued notes a subscription right to new shares to the extent to which they would be entitled as shareholders after exercising their option or conversion rights).

The Annual General Meeting of **16 August 2018** authorized the Management Board, with the consent of the Supervisory Board, to issue options on up to a total of 210,000 shares in the Issuer (subscription rights within the meaning of § 192 para. 2 no. 3 AktG; "**Stock Option Program 2018**") on one or more occasions until 15 August 2023. Insofar as options are issued to members of the Management Board, only the Supervisory Board is authorized to issue them. Members of the Management Board of Advanced Blockchain AG may be granted stock options for up to 50,000 shares. Management members of the management of companies affiliated with Advanced Blockchain AG may be granted stock options on up to 80,000 shares. Employees of Advanced Blockchain AG and companies affiliated with Advanced Blockchain AG at the time of issuance of the subscription rights may be granted stock options on up to 80,000 shares. The 30 banking days following the entry of the Conditional Capital 2018/2 (which was created to service the Stock Option Program 2018) in the Commercial Register, the Annual General Meeting or the publication of the annual or semi-annual financial statements each constitute a (potential) option issue period. The base price to be paid for the subscription of a share upon the exercise of the options shall correspond to 95% of the average closing price of the Company's shares on the five trading days preceding the respective issue period, but at least to the lowest issue price pursuant to § 9 para. 1 AktG. The shareholders' resolution of 16 August 2018 determined the further conditions of the option issue. This authorization has already been fully utilized.

5.2 Securities Issued

By resolution of 23 June 2020, the Management Board, with the consent of the Supervisory Board, made use of the authorizations of 15 November 2017 and 16 August 2018 and issued 96,250 warrant bonds in the nominal amount of EUR 1.00 per bond and in a total nominal amount of EUR 96,250.00, each being accompanied by a warrant entitling the holder to subscribe for four ordinary bearer shares of the issuer at an initial option price of EUR 3.10 per share (together, "**Warrant Bonds 2020/2023**"). The bonds are subordinated and do not bear interest. The conversion ratio is calculated by dividing the nominal amount of a Bond Note 2020/2023 by the conversion price. The difference between the nominal value of the Warrant Bond 2020/2023 and the conversion price per share shall be paid by the bondholder. The term of the warrant bonds is three years from the date of issue on 14 July 2020. The ordinary termination right of the bondholders is excluded. The Option Bonds 2020/2023 may only be terminated extraordinarily for good cause and in the event of a change of control or merger. The shareholders were granted subscription rights. The bonds were fully placed. In order to ensure this full placement, one shareholder had undertaken to subscribe and underwrite the bonds in full to the extent that the shareholders did not exercise their subscription rights. In total, the Warrant Bonds 2020/2023 securitized the right to subscribe to 385,000 shares. The shares to be delivered can be issued from conditional or authorized capital or from treasury shares at the issuer's discretion. At the time of the inclusion document, option rights to 26,300 shares delivered from the conditional capital 2017 had been exercised. The corresponding capital increase and reduction of the conditional capital 2017 was entered in the commercial register on 25 November 2021.

By the same resolution of 23 June 2020 the Management Board, with the consent of the Supervisory Board, utilized the aforementioned authorizations and issued 96,250 convertible bonds in the nominal amount of EUR 1.00 per bond and in a total nominal amount of EUR 96,250.00, each granting to the holder conversion rights for four ordinary bearer shares of the issuer at an initial conversion price of EUR 3.10 per share (together, "**Convertible Bonds 2020/2024**"). The bonds are subordinated and do not bear interest. The conversion ratio is calculated by dividing the nominal amount of a Convertible Bond 2020/2024 by the conversion price. In case of conversion, the difference between the nominal value of the convertible bond and the conversion price per share shall be paid by the bondholder. The term of the convertible bond is four years from the date of issue on. The ordinary termination right of the bondholders is excluded. The Convertible Bonds 2020/2024 may only be terminated extraordinarily for good cause and in the event of a change of control or merger. The shareholders were granted subscription rights. The bonds were fully placed. In order to ensure this full placement, one shareholder had undertaken to subscribe and underwrite the bonds in full to the extent that the shareholders did not exercise their subscription rights. In total, the Convertible Bonds 2020/2024 securitized the right to conversion into 385,000 shares. The shares to be delivered can be issued from conditional or authorized capital or from treasury shares at the issuer's discretion. At the time of the inclusion document, conversion rights to 11,428 shares delivered from the conditional capital 2017 had been exercised. The corresponding capital increase and reduction of the conditional capital 2017 was entered in the commercial register on 25 November 2021.

By resolutions of 5 and 29 August 2021 and 6 September 2021, the Management Board, with the approval of the Supervisory Board on 10 December 2021, resolved to make use of the authorization of 29 October 2020 and to issue 22 convertible bonds in the nominal amount of EUR 6,005.00 each and in a total nominal amount of EUR 138,115.00 plus a repayable premium of EUR 93,995.00 per bond, each granting to the holder conversion rights for 6,005 ordinary bearer shares. Taking into account the premium, the initial conversion price per share is EUR 16.65279 (rounded) (together, "**Convertible Bonds 2021/2027**"). The bonds are non-subordinated and bear interest of 2.00% p.a. based on the nominal amount plus premium. The conversion ratio is calculated by dividing the nominal amount of a Bond Note 2021/2027 by the conversion price. In case of conversion, there is no co-payment to be made. The term of the Convertible Bonds 2021/2027 is six years from the date of issue on 1 September 2021. The ordinary termination right of the bondholders is excluded. The Convertible Bond 2021/2027 can only be terminated for cause and in the event of a change of control or merger. The convertible bonds 2021/2027 were offered and fully placed in a private placement excluding shareholders' subscription rights. In total, the 2021/2027 convertible bonds carry the right to convert into 138,115 shares. The conversion right may be exercised from 1 September 2022 within defined exercise periods. The shares to be delivered can be issued from conditional or authorized capital or from treasury shares at the issuer's discretion.


Using the authorization of 16 August 2018 to implement a "**Stock Option Program 2018**", the following allocations of stock options were made: On 17 December 2018, the Management Board, with the approval of the Supervisory Board, granted options on 11,500 shares to an employee of the Advanced Blockchain Group. On 17 December 2018, the Supervisory Board granted options on 10,000 shares to Mr. Michael Geike. On 23 July 2019, the Supervisory Board granted options on an additional 39,100 shares to Mr. Michael Geike. On 9 April 2021, the Management Board, with the approval of the Supervisory Board, granted options on 68,500 shares to Mr. Simon Telian in his capacity as an employee of

nakamo.to GmbH. On 16 April 2021, the Management Board, with the approval of the Supervisory Board, granted options on 80,000 shares to Mr. Simon Telian in his capacity as Managing Director of nakamo.to GmbH. On 16 April 2021, the Supervisory Board granted options on 900 shares to Mr. Simon Telian in his capacity as Management Board member of the Issuer. Corresponding option agreements were concluded in each case.

VIII. STATEMENT OF THE ISSUER

The undersigned persons responsible for the Inclusion Document hereby declare on behalf of the Company, Advanced Blockchain AG, with its registered office in Frankfurt am Main (business address: Scharnhorststraße 24, 10115 Berlin, Germany) that, to their knowledge, the information contained in this Inclusion Document is in accordance with the facts and that the Inclusion Document makes no omission likely to affect its import.

For and on behalf of
Advanced Blockchain AG

By: 
Name: Simon Telian
Title: Management Board
Place: Stockholm, Sweden
Date: 25 February 2022

By: 
Name: Michael Geike
Title: Management Board
Place: Remscheid, Germany
Date: 25 February 2022

IX. STATEMENT OF THE APPLYING CAPITAL MARKET PARTNER

The Applying Capital Market Partner, ICF BANK AG Wertpapierhandelsbank, with its registered office in Frankfurt am Main, Germany (business address: Kaiserstraße 1, 60311 Frankfurt am Main, Germany) hereby declares that to its knowledge, the information in the Inclusion Document is complete, coherent and comprehensible. A review for factual accuracy has not been carried out.

For and on behalf of
ICF BANK AG Wertpapierhandelsbank

By: 
Name: Sascha Rinno
Title: Management Board
Place: Frankfurt, Germany
Date: 25 February 2022

By: 
Name: Martin Schmeißer
Title: Authorized Officer
Place: Frankfurt, Germany
Date: 25 February 2022

X. GLOSSARY

Term	Definition / Explanation
Bitcoin	First and worldwide strongest cryptocurrency on the market based on a decentralized booking system.
Blockchain	A blockchain is a decentralized database based on distributed ledger technology. The blockchain is a list of continuously expandable data records, so-called blocks, which are linked together by means of cryptographic procedures. Each block contains the checksum of the previous block, a timestamp and transaction data. The blockchain is unchangeable and forgery-proof.
Crypto-Assets	A crypto-asset is the digital representation of a value that is created, transferred and stored using distributed ledger technology. The value is authenticated through cryptography.
Cryptocurrency	Digital asset that also acts as a medium of exchange. The cryptocurrency is held in a secure database.
Decentralized Finance (DeFi)	Decentralized finance is based on blockchain. An important component are automatically executed contracts, the "smart contracts". The aim is to create a decentralized, open and transparent financial system that can or could do without intermediaries such as banks or stock exchanges.
Directed acyclic graph technology	Directed acyclic graphs are a type of distributed ledger technology and an alternative to blockchains.
Distributed ledger technologies (DLTs)	Distributed ledger technologies are technologies based on a decentralized network of nodes that store and share data.
Ethereum	Open source and distributed system that offers the creation, management and execution of decentralized programs or "smart contracts" in its own blockchain.
Liquidity Provider Tokens (LP Tokens)	Liquidity Provider Tokens (LP Tokens) are rewarded to users who provide crypto-assets to a decentralized exchange (DEX) or DeFi platform. Uniswap, Sushi and PancakeSwap are some examples of popular DEXs that distribute LP tokens to their liquidity providers.

Settlement		Settlement fulfils obligations that have arisen from payment or securities settlements, e.g. the transfer of shares acquired on the stock exchange.
Smart Contract		Smart Contracts are electronic contracts that are automatically executed when specified criteria are met. Smart contracts can be implemented in the blockchain. One disadvantage is that errors or bugs in the contract can be exploited by attackers.
Stablecoin		A cryptocurrency is considered a stablecoin if it is pegged to an asset such as the euro or gold. Although it is not itself issued by a central bank, it can be a means of payment with low volatility and global reach.
Staking		Participation in a Proof-of-Stake (PoS) system to put your tokens in to serve as a validator to the blockchain and receive rewards.
Token		Tokens are the representation of assets or rights stored in the blockchain. A token is assigned a specific function or value.
Tokenization		Tokenization refers to the digital mapping of real assets using blockchain technology.
Venture capital		Temporary equity investments in young, innovative, unlisted companies with above-average growth potential.
Wallet		A wallet is comparable in function to a current account or a virtual wallet for cryptocurrencies. The funds are stored on electronic platforms and can be used for "transfers" and other services on the Internet.