

Alevo Group SA

1936 Verbier CH

Financial Statements

31-Dec-12

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Balance sheet as of December 31, 2012**12/31/2012**

ASSETS		
Cash in Bank	CHF	175,342.05
Cash & Cash Equivalent	"	175,342.05
Withholding tax to refund	CHF	4.10
Prepayments	"	20,000.00
Other Current Assets	"	20,004.10
Current Assets	"	195,346.15
Investment Fortu Holding AG	CHF	872,474.43
Investment Alevo Inc.	"	7,800,000.00
Investment Victory Truck & Bus Company	"	2,000,000.00
Company establishment fees	"	50,000.00
Participations in group companies	"	10,722,474.43
Financial Fixed Assets	"	10,722,474.43
Patents	CHF	200,000.00
Intangible Fixed Assets	"	200,000.00
Fixed Assets	"	10,922,474.43
Total Assets	CHF	<u>11,117,820.58</u>

Alevo Group SA

Balance sheet as of December 31, 2012

12/31/2012

LIABILITIES

Accruals	CHF	18,699.70
Accounts Payable & Accrued Expenses	"	18,699.70
Salaries payable	CHF	22,670.00
Employee-Related payables	"	22,670.00
Clydemont Finance Ltd, convertible et subordinated loan (promissory note)	CHF	10,000,000.00
Convertible note	"	1,006,200.00
Shareholder current account	"	128,358.53
Liabilities	"	11,134,558.53
Common stock	CHF	100,000.00
Result of the year	"	(158,107.65)
Equity	"	(58,107.65)
TOTAL Liabilities	CHF	<u>11,117,820.58</u>

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Profit and loss accounts for 2012

	2012	
	(29.06.-31.12.)	
Income		
Interest on subsidiaries loan's	CHF	12.00
Total Income	CHF	12.00
Charges		
Salaries	CHF	48,000.00
Social charges	"	7,009.70
Car expense	"	0.00
Travel, hotel and restaurant expense	"	31,680.00
Phone & internet	"	1,219.10
Office rent	"	4,000.00
Office rent expense	"	618.80
Office supplies	"	0.00
Accounting and administration fees	"	1,620.00
Audit fees	"	0.00
Legal fees	"	0.00
Tax advice fees	"	0.00
Consulting fees	"	0.00
Other general & administrative expense	"	0.00
Other R&D expenses	"	0.00
Interest and bank charges	"	6,390.57
Interest on loan	"	0.00
Interest penalty	"	14,239.20
Acquisition expense on investment	"	29,800.00
Loss on disposal of assets	"	0.00
Exchange difference	"	0.00
Depreciation	"	13,532.05
Amortization	"	0.00
Taxes	"	10.00
Total Charges	CHF	158,119.42
Net Result	CHF	-158,107.42

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Notes to the Financial Statements 2012

	2012
	CHF
1 Promissory note	10,000,000
2 Employee pension fund debt as of 31.12.2013	5,023
3 Investment - art. 665 CO	
Fortu Holding AG EUR 725'000.-	872,474
Alevo Inc.	7,800,000
Victory Truck & Bus Co	2,000,000
4 Risk analysis	
The main risks of the company are identified and known by the management and the Board of Directors. However, because the activity and size of the company, a documented risk analysis has not been performed.	
5 Exchange rate use	
Exchange rate use at December 31 - EUR 1	CHF 1.2068
Exchange rate use at December 31 - USD 1	CHF 0.9154

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