


Mitel Denmark A/S

Arne Jacobsens Allé 15
2300 København S
CVR No. 12101392

Annual report 2020

The Annual General Meeting adopted the
annual report on 21.06.2021

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Claes Henrik Kolare
Chairman of the General Meeting

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Entity details

Entity

Mitel Denmark A/S
Arne Jacobsens Allé 15
2300 København S

CVR No.: 12101392
Registered office: København
Financial year: 01.01.2020 - 31.12.2020

Board of Directors

Gregory James Hiscock
Richard Eric Hodgetts, formand
Claes Henrik Kolare

Executive Board

Claes Henrik Kolare, direktør

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Weidekampsgade 6
2300 Copenhagen S

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of Mitel Denmark A/S for the financial year 01.01.2020 - 31.12.2020.

The annual report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for adoption at the Annual General Meeting.

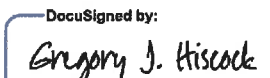
Copenhagen, 21.06.2021


Executive Board

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Claes Henrik Kolare
direktør

Board of Directors

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Gregory James Hiscock

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Richard Eric Hodgetts
formand

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Claes Henrik Kolare

Independent auditor's extended review report

To the shareholder of Mitel Denmark A/S

Conclusion

We have performed an extended review of the financial statements of Mitel Denmark A/S for the financial year 01.01.2020 - 31.12.2020, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020 in accordance with the Danish Financial Statements Act.

Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

Management's responsibilities for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Danish Financial Statements Act, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless Management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity

personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

In connection with our extended review of the financial statements our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the extended review or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary is in accordance with financial statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement of the management commentary.

Copenhagen, 21.06.2021

Deloitte

Statsautoriseret Revisionspartnerselskab

CVR No. 33963556



Flemming Larsen

State Authorised Public Accountant

Identification No (MNE) mne27790

Management commentary

Primary activities

Mitel Denmark A/S' primary activities are acting as trading company for the Mitel Technologies Group's products and services in Denmark.

Mitel Denmark A/S only deals with B2B. The primary targets for the company's primary activities are large companies and governmental institutions. The company deals its products and solutions through specialized dealers in Denmark.

From 1 November 2016, the company's activity is to facilitate sales to Danish customers on behalf of the group enterprise. Mitel Denmark A/S is compensated for this activity through a consignment agreement.

Development in activities and finances

The net result of the year 2020 is 102 t.DKK. The result is as expected.

The COVID-19 pandemic has developed rapidly in 2020, with a significant number of cases globally. Measures taken to contain the virus including travel bans and restrictions, quarantines, shelter-in-place orders, and business limitations and shutdowns have significantly affected economic activity.

As at the date of this report, the directors and management do not consider the COVID-19 pandemic to have had a material effect on the company's financial position. It expects that COVID-19 might have some impact in relation to expected future performance, however management believes that this will be mitigated by the fact that the company operates under a limited-risk distributor agreement.

At 31 December 2020, the company held net assets of 14,846 t.DKK., including cash at bank of 2,763 t.DKK. In reaching their going concern conclusion the directors and management have considered all the available information including reviewing performance since the balance sheet date and forecasts covering the period of twelve months from the date of signing the financial statements and, based upon this, have no reason to believe that a material uncertainty exists that may cast significant doubt about the ability of the company to continue as a going concern. Accordingly, the directors and management have a reasonable expectation that the company has adequate resources to continue in operational existence for at least twelve months from the approval of the financial statements and, therefore, they continue to adopt the going concern basis in preparing the report and accounts.

Events after the balance sheet date

No significant events of significance to the annual report have occurred after the balance sheet date.

Income statement for 2020

	Notes	2020 DKK	2019 DKK
Revenue		4,841,117	5,742,601
Other external expenses		(1,497,175)	(3,213,964)
Gross profit/loss		3,343,942	2,528,637
Staff costs	1	(3,063,638)	(2,255,180)
Operating profit/loss		280,304	273,457
Other financial income	2	1,321	16,350
Other financial expenses	3	(13,255)	(13,366)
Profit/loss before tax		268,370	276,441
Tax on profit/loss for the year	4	(166,100)	65,327
Profit/loss for the year		102,270	341,768
Proposed distribution of profit and loss:			
Retained earnings		102,270	341,768
Proposed distribution of profit and loss		102,270	341,768

Balance sheet at 31.12.2020

Assets

	Notes	2020 DKK	2019 DKK
Receivables from group enterprises		11,918,333	12,978,992
Deferred tax		10,368	20,000
Other receivables		154,565	157,113
Prepayments		0	12,178
Receivables		12,083,266	13,168,283
Cash		2,762,810	1,313,441
Current assets		14,846,076	14,481,724
Assets		14,846,076	14,481,724

Equity and liabilities

	Notes	2020 DKK	2019 DKK
Contributed capital	5	2,000,000	2,000,000
Retained earnings		11,603,897	11,501,627
Equity		13,603,897	13,501,627
Other payables		268,553	81,245
Non-current liabilities other than provisions	6	268,553	81,245
Trade payables		240,727	365,571
Payables to group enterprises		0	102,335
Income tax payable		58,832	41,304
Other payables	7	674,067	389,642
Current liabilities other than provisions		973,626	898,852
Liabilities other than provisions		1,242,179	980,097
Equity and liabilities		14,846,076	14,481,724

Unrecognised rental and lease commitments 8

Statement of changes in equity for 2020

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	2,000,000	11,501,627	13,501,627
Profit/loss for the year	0	102,270	102,270
Equity end of year	2,000,000	11,603,897	13,603,897

Notes

1 Staff costs

	2020	2019
	DKK	DKK
Wages and salaries	2,857,667	1,943,801
Pension costs	202,906	309,216
Other social security costs	6,816	20,087
Other staff costs	(3,751)	(17,924)
	3,063,638	2,255,180
Average number of full-time employees	5	7

2 Other financial income

	2020	2019
	DKK	DKK
Other interest income	0	15,716
Exchange rate adjustments	1,321	634
	1,321	16,350

3 Other financial expenses

	2020	2019
	DKK	DKK
Exchange rate adjustments	561	1,367
Other financial expenses	12,694	11,999
	13,255	13,366

4 Tax on profit/loss for the year

	2020	2019
	DKK	DKK
Current tax	58,832	41,304
Change in deferred tax	9,632	12,790
Adjustment concerning previous years	97,636	(119,421)
	166,100	(65,327)

5 Share capital

	Number	Par value DKK	Nominal value DKK
Ordinary shares	2,000	1,000	2,000,000
	2,000		2,000,000

6 Non-current liabilities other than provisions

	Due after more than 12 months 2020 DKK
Other payables	268,553
	268,553

7 Other payables

	2020 DKK	2019 DKK
VAT and duties	0	(5,376)
Wages and salaries, personal income taxes, social security costs, etc payable	556,871	69,452
Holiday pay obligation	117,196	325,566
	674,067	389,642

8 Unrecognised rental and lease commitments

	2020 DKK	2019 DKK
Liabilities under rental or lease agreements until maturity in total	392,892	130,165

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

The accounting policies applied to these financial statements are consistent with those applied last year.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Income statement

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

Staff costs

Staff costs comprise salaries and wages, and social security contributions, pension contributions, etc for entity staff.

Other financial income

Other financial income comprises dividends etc received on other investments, interest income, including interest income on receivables from group enterprises, net capital or exchange gains on securities, payables and transactions in foreign currencies, amortisation of financial assets, and tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities, and tax surcharge under the Danish Tax Prepayment Scheme etc.

Tax on profit/loss for the year

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

The Entity is jointly taxed with all Danish group enterprises. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

Balance sheet**Receivables**

Receivables are measured at amortised cost, usually equalling nominal value less writedowns for bad and doubtful debts.

Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

Cash

Cash comprises cash in hand and bank deposits.

Other financial liabilities

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.

Tax receivable or payable

Current tax receivable or payable is recognised in the balance sheet, stated as tax computed on this year's taxable income, adjusted for prepaid tax.