

ioGates ApS

c/o Wildersgade Filmhus

Wildersgade 32

1408 København K

CVR no. 27 35 25 37

Annual Report 2015

The Annual Report was adopted at the Annual General Meeting of the Company on 31/5 2016

Jesper Bjarke Andersen
Chairman of the general meeting

RSM

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Management's Statement on the Annual Report

The Executive Board has today considered and approved the Annual Report of ioGates ApS for the financial year 1 January - 31 December 2015.

The Annual Report has been presented in accordance with the Danish Financial Statements Act.

In our opinion, the Financial Statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2015 and of the Company's operations for the year 1 January - 31 December 2015.

In our opinion, Management's Review includes a true and fair account of the matters addressed in the Review.

We recommend that the Annual Report be adopted by the Annual General Meeting of shareholders.

Copenhagen, 15 March 2016

Executive Board

Jesper Bjarke Andersen
director

Tobias Pyndt Steinmann
director

Auditor's Report on Compilation of Financial Statements***To the Management of ioGates ApS***

We have compiled the financial statements for the financial year 1 January - 31 December 2015 of ioGates ApS based on the Company's bookkeeping and other information you have provided.

These financial statements comprise summary of significant accounting policies, income statement, balance sheet and notes.

We performed this compilation engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our professional expertise to assist you in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions of the Danish Auditor Regulation and FSR – Danish Auditors' code of ethics, including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with the Danish Financial Statements Act.

Odense, 15 March 2016

RSM plus P/S

statsautoriserede revisorer
CVR no.34 71 30 22

Jacob Pedersen
State Authorised Public Accountant

Company Information**The Company**

ioGates ApS
c/o Wildersgade Filmhus
Wildersgade 32
1408 København K
CVR no.: 27 35 25 37
Financial year: 1 January - 31 December
Municipality of reg. office: Copenhagen

Executive Board

Jesper Bjarke Andersen, director
Tobias Pyndt Steinmann, director

Auditors

RSM plus P/S
statsautoriserede revisorer
Munkehatten 1B
5220 Odense SØ

Management's Review**Core activity**

The Company's core activity is data processing of films and sound.

Development in the year

The Company's income statement for the year ended 31 December 2015 showed a profit of kr. 100,484, and the Company's balance sheet at 31 December 2015 showed equity of kr. 252,879.

Subsequent events

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

Accounting Policies

The Annual Report of ioGates ApS for 2015 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to companies of reporting class B supplemented by selected rules applying to reporting class C.

The accounting policies are unchanged from last year.

The Annual Report for 2015 is presented in Danish Kroner (kr.).

Recognition and measurement

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. Similarly all expenses including depreciation, amortisation and impairment losses are recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the maturity period. Amortised cost is calculated as original cost less any repayments and with addition/deduction of the accumulated amortisation of any difference between cost and the nominal amount.

Recognition and measurement take into account predictable losses and risks occurring before presentation of the Annual Report, and which confirm or invalidate circumstances existing at the balance sheet date.

Income Statement

Gross profit

The Company has applied § 32 of the Danish Financial Statements Act, thus not showing the revenue.

Gross profit is an aggregate of revenue, changes in inventories of finished goods, work in progress and goods for resale, as well as other operating income, reduced by cost of raw materials and consumables used and other external expenses.

Expenses for raw materials and consumables

Expenses for raw materials and consumables comprise the raw materials and consumables used to generate revenue for the year.

Other external expenses

Other external expenses comprise indirect production costs and expenses for premises, sales and distribution as well as office expenses, etc.

Staff costs

Staff costs comprise wages and salaries as well as payroll expenses other than production wages.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses comprise depreciation, amortisation and impairment losses of intangible assets and property, plant and equipment.

Accounting Policies

Financial income and expenses

Financial income and expenses are recognised in the income statement with the amounts relating to the financial year.

Tax on profit/loss for the year

Tax for the year comprises current tax for the year and changes in deferred tax. The tax expense relating to profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

Balance Sheet

Intangible assets

Software and licences are measured at the lower of cost less accumulated depreciation. Software and licences are depreciated over the expected lifetime; however not exceeding 3 years.

Property, plant and equipment

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the cost of acquisition and costs directly related to acquisition until the date when the asset is ready for use. In the case of assets of own construction, cost comprises direct and indirect expenses for labour, materials, components and sub-suppliers.

The basis of depreciation, which is calculated as cost less any residual value, is depreciated on a straight-line basis over the expected useful lives of the assets, which are:

	Useful life	Residual value
Other fixtures and fittings, tools and equipment	6 years	0 %

Gains or losses on sale of property, plant and equipment are recognized in the income statement under other operating income or other operation expenses.

Receivables

Receivables are measured at amortised cost, which substantially corresponds to nominal value. Provisions for estimated bad debts are made.

Deferred tax assets and liabilities

Current tax payable and receivable are recognised in the balance sheet as tax calculated on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities, based on the planned use of the asset or settlement of the liability, respectively.

Deferred tax is measured in accordance with the tax rules and at the tax rates at the balance sheet date when the deferred tax is expected to be transformed to a current tax. Where alternative tax rules can be applied to determine the tax base, deferred tax is measured based on the planned use of the asset or settlement of the liability, respectively.

Any changes in deferred tax due to changes in tax rates are recognised in the income statement. For the current year a tax rate of 22,0% is used.

Debts

Other debts are measured at amortised cost.

Accounting Policies**Translation policies**

Transactions in foreign currencies are translated at the exchange rate at the date of transaction. Gains and losses arising due to differences between the transaction date rate and the rate at the date of payment are recognised in the income statement as financial income and expenses.

Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are measured at the exchange rate at the balance sheet date. The differences between the exchange rate at the balance sheet date and the transaction date rate are recognised in the income statement as financial income and expenses.

Fixed assets acquired in foreign currencies are measured at the transaction date rate.

Income Statement 1 January - 31 December

	Note	2015 kr.	2014 kr.
Gross profit		892.671	1.051.469
Staff costs	1	<u>-656.090</u>	<u>-735.851</u>
Amortisation profit before depreciation, amortisation and impairment		236.581	315.618
Depreciation, amortisation and impairment of intangible and tangible assets		<u>-103.779</u>	<u>-121.784</u>
Profit before net financials		132.802	193.834
Financial income	2	3.070	1.167
Financial expenses	3	<u>-2.762</u>	<u>-16.994</u>
Profit before tax		133.110	178.007
Tax on profit for the year	4	<u>-32.626</u>	<u>-34.401</u>
Net profit for the year		<u>100.484</u>	<u>143.606</u>
Proposed distribution of profit			
Retained earnings		<u>100.484</u>	<u>143.606</u>
		<u>100.484</u>	<u>143.606</u>

Balance sheet at 31 December

	Note	2015 kr.	2014 kr.
ASSETS			
FIXED ASSETS			
Intangible fixed assets	5		
Software and licenses		<u>126.174</u>	<u>95.099</u>
		<u>126.174</u>	<u>95.099</u>
Tangible fixed assets	6		
Other fixtures and fittings, tools and equipment		<u>121.293</u>	<u>157.868</u>
		<u>121.293</u>	<u>157.868</u>
Financial asset investments			
Deposits	7	<u>18.744</u>	<u>27.600</u>
		<u>18.744</u>	<u>27.600</u>
Total fixed assets		<u>266.211</u>	<u>280.567</u>
CURRENT ASSETS			
Receivables			
Trade receivables		123.287	212.668
Other receivables		<u>8.435</u>	<u>0</u>
		<u>131.722</u>	<u>212.668</u>
Cash		<u>471.694</u>	<u>298.554</u>
Total current assets		<u>603.416</u>	<u>511.222</u>
TOTAL ASSETS		<u><u>869.627</u></u>	<u><u>791.789</u></u>

Balance sheet at 31 December

	Note	2015 kr.	2014 kr.
LIABILITIES AND EQUITY			
EQUITY			
	8		
Share capital		125.000	125.000
Retained earnings		<u>127.879</u>	<u>27.397</u>
Total equity		<u>252.879</u>	<u>152.397</u>
PROVISIONS			
Provision for deferred tax		<u>34.579</u>	<u>29.166</u>
Total provisions		<u>34.579</u>	<u>29.166</u>
LIABILITIES OTHER THAN PROVISIONS			
Long-term liabilities			
Shareholders and management		<u>300.000</u>	<u>300.000</u>
		<u>300.000</u>	<u>300.000</u>
Short-term liabilities			
Trade payables		50.689	83.469
Payables to shareholders and management		26.959	66.189
Corporation tax		27.213	16.983
Other payables		<u>177.308</u>	<u>143.585</u>
		<u>282.169</u>	<u>310.226</u>
Total liabilities other than provisions		<u>582.169</u>	<u>610.226</u>
TOTAL EQUITY AND LIABILITIES		<u>869.627</u>	<u>791.789</u>
Contingencies assets, etc., liabilities and other financial obligations	9		
Pledges and guarantees	10		

Notes to the Financial Statements

	2015	2014
	kr.	kr.
1 Staff costs		
Wages and salaries	616.149	692.042
Other social security costs	14.524	18.655
Other staff costs	25.417	25.154
	<u>656.090</u>	<u>735.851</u>
	<u>2</u>	<u>3</u>
2 Financial income		
Other financial income	35	1.167
Exchange gains	3.035	0
	<u>3.070</u>	<u>1.167</u>
3 Financial expenses		
Other financial expenses	585	14.134
Exchange loss	2.177	2.860
	<u>2.762</u>	<u>16.994</u>
4 Tax on profit for the year		
Tax for the year	27.213	20.983
Deferred tax for the year	5.413	13.418
	<u>32.626</u>	<u>34.401</u>

Notes to the Financial Statements

5 Intangible fixed assets

	Software and licenses
Cost at 1 January	738.494
Additions for the year	<u>98.279</u>
Cost at 31 December	<u>836.773</u>
Impairment losses and depreciation at 1 January	643.395
Depreciation for the year	<u>67.204</u>
Impairment losses and depreciation at 31 December	<u>710.599</u>
Carrying amount at 31 December 2015	<u><u>126.174</u></u>

6 Tangible fixed assets

	Other fixtures and fittings, tools and equipment
Cost at 1 January	248.951
Disposals for the year	<u>-57.673</u>
Cost at 31 December	<u>191.278</u>
Impairment losses and depreciation at 1 January	91.083
Depreciation for the year	32.911
Impairment and depreciation of sold assets for the year	3.664
Reversal of impairment and depreciation of sold assets	<u>-57.673</u>
Impairment losses and depreciation at 31 December	<u>69.985</u>
Carrying amount at 31 December 2015	<u><u>121.293</u></u>

7 Financial asset investment

	Deposits
Cost at 1 January	<u>18.744</u>
Cost at 31 December	<u>18.744</u>
Carrying amount at 31 December 2015	<u><u>18.744</u></u>

Notes to the Financial Statements**8 Equity**

	Share capital	Retained earnings	Total
Equity at 1 January	125.000	27.395	152.395
Net profit/loss for the year	<u>0</u>	<u>100.484</u>	<u>100.484</u>
Equity at 31 December	<u>125.000</u>	<u>127.879</u>	<u>252.879</u>

9 Contingencies assets, etc., liabilities and other financial obligations

None.

10 Pledges and guarantees

None.