

Lebara Danmark ApS

Bomhusvej 13, st.

DK-2100 Copenhagen

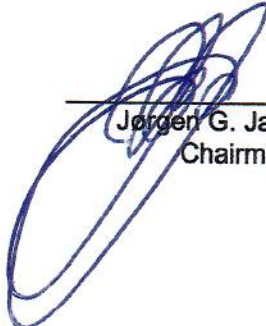
CVR No. 28148631

Annual Report**1. januar 2018 - 31. december 2018**

(The companies 14. financial year)

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on

5.6.19.



Jørgen G. Jacobsen
Chairman

Contents

| | |
|------------------------------|----|
| Management's Statement | 3 |
| Independent Auditor's Report | 4 |
| Company Information | 7 |
| Management's Review | 8 |
| Accounting Policies | 9 |
| Income Statement | 13 |
| Balance Sheet | 14 |
| Notes | 16 |

Management's Statement

Today, Management has considered and adopted the Annual Report of Lebara Danmark ApS for the financial year 1 January 2018 - 31 December 2018.

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 assets, liabilities and financial position of the Company at 31 December 2018 and of the results of the Company's operations for the financial year 1 January 2018 - 31 December 2018.

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

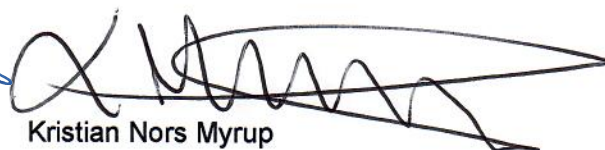
We recommend that the Annual Report be adopted at the Annual General Meeting.

Copenhagen, 31 May 2019

Executive Board



Patrick Albert Wild



Kristian Nors Myrup

Independent Auditor's Report

To the shareholders of Lebara Danmark ApS

Opinion

We have audited the financial statements of Lebara Danmark ApS for the financial year 1 January 2018 - 31 December 2018, which comprise an income statement, balance sheet and notes. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Company's financial position at 31 December 2018 and of the results of its operations for the financial year 1 January 2018 - 31 December 2018 in accordance with the Danish Financial Statements Act.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and additional requirements applicable in Denmark. Our responsibility under those standards and requirements are further described in our auditors' report under "Auditors' responsibility for the audit of the financial statements". As required by the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and additional requirements applicable in Denmark, we are independent of the Company, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's responsibility 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 considers 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 Company's ability to continue as a going concern; disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting in preparing the financial statements unless Management either intends to either liquidate the Company or suspend operations, or has no realistic alternative but to do so.

The auditor's responsibility for the audit of the financial statements

Our responsibility is to obtain reasonable assurance as to whether the financial statements are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is no guarantee that an audit conducted in accordance with ISAs and additional requirements applicable in Denmark will always detect material misstatements. Misstatements can arise from fraud or error and can be considered material if it would be reasonable to expect that these - either individually or collectively - could influence the economic decisions taken by the users of financial statements on the basis of these financial statements.

As part of an audit conducted in accordance with ISAs and additional requirements applicable in Denmark, we exercise professional judgement and maintain an attitude of professional skepticism throughout the audit. We also:

- * Identify and assess the risk of material misstatements in the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

Independent Auditor's Report

The risk of not detecting a material misstatement resulting from fraud is higher than for a material misstatement resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or override of internal control.

- * Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- * Evaluate whether the accounting policies used are appropriate and whether the accounting estimates and the related disclosures made by Management are reasonable.
- * Conclude on whether Management's use of the going concern basis of accounting in preparing the financial statements is appropriate and, based on the audit evidence obtained, conclude on whether a material uncertainty exists relating to events or conditions, which could cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may imply that the Company can no longer remain a going concern.
- * Evaluate the overall presentation, structure and contents of the financial statements, including note disclosures, and whether the financial statements reflect the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control which we identify during our audit.

Statement on Management's Review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, and we do not express any form of opinion providing assurance regarding the Management's review.

Our responsibility in connection with our audit of the financial statements is to read the Management's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or with the knowledge we have gained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the Management's review meets the disclosure requirements in the Danish Financial Statements Act.

Based on our procedures, we are of the opinion that the Management's review is in accordance with the financial statements and has been prepared in accordance with the requirements in the Danish Financial Statements Act. In our opinion, the Management's review is not materially misstated.

Independent Auditor's Report

Næstved, 31 May 2019

Revision Vadestedet
Godkendt Revisionsaktieselskab
CVR-no. 27433863



Ebbe Jensen
Registered Public Accountant
ID: mne6032

Company details

| | |
|---|---|
| Company | Lebara Danmark ApS Bornhusvej 13, st. DK-2100 Copenhagen |
| CVR No. | 28148631 |
| Date of formation | 4 November 2004 |
| Financial year | 1 January 2018 - 31 December 2018 |
| Executive Board | Patrick Albert Wild Kristian Nors Myrup |
| Auditors | Revision Vadestedet Godkendt Revisionsaktieselskab Vadestedet 6 4700 Næstved CVR-no.: 27433863 |
| Consolidated financial statement | Lebara Denmark ApS is a part of the consolidated financial statement of Lebara Ltd. The consolidated accounts for Lebara Ltd. can be obtained by contacting the company or at the following website: www.lebara.com |

Management's Review

The Company's principal activities

The Company's principal activities has been to carry out commercial business trading and selling items for telecommunication and related business at the management's discretion.

Development in activities and financial matters

The Company's Income Statement of the financial year 1 January 2018 - 31 December 2018 shows a result of DKK -16.896.707 and the Balance Sheet at 31 December 2018 a balance sheet total of DKK 149.823.989 and an equity of DKK 9.293.922.

Post financial year events

After the end of the financial year, no events have occurred which may change the financial position of the entity substantially.

Accounting Policies

Reporting Class

The Annual Report of Lebara Danmark ApS for 2018 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied remain unchanged from last year.

Changed accounting policies, estimates and errors

Correction of fundamental errors regarding previous year

The annual report for 2017 contained a fundamental error, as the recognized revenue was DKK 1.171k to low and as a result the calculated tax for the year was just as well DKK 258k to low. Comparative figures have been adapted to the changed fundamental errors.

Reporting currency

The Annual Report is presented in Danish kroner.

Translation policies

Transactions in foreign currencies are translated into DKK at the exchange rate prevailing at the date of transaction. Monetary assets and liabilities in foreign currencies are translated into DKK based on the exchange rates prevailing at the balance sheet day. Realised and unrealised foreign exchange gains and losses are included in the Income Statement under Financial Income and Expenses.

General Information

Basis of recognition and measurement

The financial statement have been prepared under the historical cost princip.

Income is recognised in the Income Statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortised cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the Income Statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been 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 accrue 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 attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

At initial recognition, assets and liabilities are 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 term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation

Accounting Policies

of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the Annual Report, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

Income Statement

Gross profit/loss

The Company has decided to aggregate certain items of the Income Statement in accordance with the provisions of Section 32 of the Danish Financial Statements Act.

Gross profit is a combination of the items of revenue, change in inventories of finished goods, work in progress and goods for resale, other operation income, cost of raw and consumables and other external expenses.

Revenue

Revenue is recognised in the income statement if the goods have been delivered and the risk has passed to the buyer before year-end and if the revenue can be reliably calculated and expected to be received. Revenue is recognised exclusive of VAT and net of sales discounts.

Product costs

Product costs include costs incurred to generate the revenue for the year, including costs for transactions and consumption of goods.

Staff expenses

Staff expenses comprise wages, salaries and other pay-related costs, such as sickness benefits for enterprise employees less wage/salary reimbursement, pensions and social security costs.

Other external expenses

Other external costs include costs for sales, locals and administration.

Amortisation and impairment of tangible assets

Amortisation and impairment of tangible assets has been performed based on a continuing assessment of the useful life of the assets in the Company. Non-current assets are amortised on a straight line basis, based on cost, on the basis of the following assessment of useful life and residual values:

| | Useful life | Residual value |
|--|-------------|----------------|
| Other fixtures and fittings, tools and equipment | 3-10 years | 0% |

Profit or loss resulting from the sale of intangible or tangible assets is determined as the difference between the selling price less selling costs and the carrying amount at the date of sale, and is recognised in the Income Statement under other operating income or expenses.

Accounting Policies

Financial income and expenses

Financial income and expenses are recognised in the Income Statement based on the amounts that concern the financial year. Financial income and expenses include interest revenue and expenses, finance charges in respect of finance leases, realised and unrealised capital gains and losses regarding securities, accounts payable and transactions in foreign currencies and surcharges and allowances under the tax prepayment scheme.

Tax on net profit for the year

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

Balance Sheet

Tangible assets

Tangible assets are measured at cost on initial recognition and subsequently at cost less accumulated depreciation and impairment losses.

The depreciable amount is calculated taking into consideration the residual value of the asset at the end of its useful life, reduced by impairment losses, if any. The depreciation period and the residual value are determined at the date of acquisition. If the residual value exceeds the carrying amount of the asset, depreciation is discontinued.

In case of changes in depreciation period or residual value, the effect of a change in depreciation period is recognised prospectively in accounting estimates.

Cost includes the purchase price and expenses directly related to the acquisition until the time when the asset is ready for use. The cost of self-constructed assets includes costs for materials, components, subcontractors, direct payroll costs and indirect production costs.

The cost of composite asset is disaggregated into components, which are separately depreciated if the useful lives of the individual components differ.

The carrying amounts of equipment are tested annually to determine whether there is any indication of impairment other than what is expressed by amortisation and depreciation. If so, the assets are tested for impairment to determine whether the recoverable amounts are lower than the carrying amounts and the relevant assets are written down to such lower recoverable amounts. An impairment test is carried out annually of ongoing development projects, whether or not there is any indication of impairment.

The recoverable amount of an asset is determined as the higher of the net sales price and the value in use. Where the recoverable amount of the individual assets cannot be determined, the assets are grouped together into the smallest group of assets that can be estimated to determine an aggregate reliable recoverable amount for those units.

Investments

Investments includes deposits and is measured at costs.

Accounting Policies

Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

Accrued income, assets

Accrued income recognised in assets comprises prepaid costs regarding subsequent financial years.

Cash

Cash comprise cash at bank and in hand.

Equity

Equity includes the share capital and a number of other equity items that may be statutory or stipulated in the Articles of Association.

Provisions

Deferred tax

Deferred tax and the associated adjustments for the year are determined according to the balance-sheet liability method as the tax base of all temporary differences between carrying amounts and the tax bases of assets and liabilities.

Deferred tax assets, including the tax base of tax losses allowed for carryforward, are recognised at the value at which they are expected to be used, either by elimination in tax on future earnings or by set-off against deferred tax liabilities in enterprises within the same legal entity and jurisdiction.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax.

Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the Balance Sheet as calculated tax on the expected taxable income for the year, adjusted for tax on taxable income for previous years as well as for tax prepaid.

Liabilities

Liabilities are measures at amortized cost, which generally corresponds to nominal value.

Contingent assets and liabilities

Contingent assets and liabilities are not recognised in the Balance Sheet but appear only in the notes.

Income Statement

| | Note | 2018 DKK | 2017 DKK |
|--|------|--------------------|-------------------|
| Gross profit | | 10.433.495 | 13.079.732 |
| Employee benefits expense | 1 | -9.825.355 | -11.742.392 |
| Depreciation, amortisation and impairment of equipment | | -59.671 | -62.617 |
| Profit from ordinary operating activities | | 548.469 | 1.274.723 |
| Financial income from group companies | | 2.199.978 | 1.404.078 |
| Other finance income | | 154.171 | 1.339 |
| Finance expenses | | -6.756.661 | -218.864 |
| Profit from ordinary activities before tax | | -3.854.043 | 2.461.276 |
| Tax on net profit for the year | | -13.042.664 | -545.247 |
| Profit | | -16.896.707 | 1.916.029 |
| Retained earnings | | -16.896.707 | 1.916.029 |
| Distribution of profit | | -16.896.707 | 1.916.029 |

Balance Sheet as of 31 December

| | Note | 2018 DKK | 2017 DKK |
|---|------|--------------------|--------------------|
| Assets | | | |
| Fixtures, fittings, tools and equipment | | 88.984 | 69.367 |
| Property, plant and equipment | | 88.984 | 69.367 |
| Deposits, investments | | 336.808 | 361.994 |
| Investments | | 336.808 | 361.994 |
| Fixed assets | | 425.792 | 431.361 |
| Short-term receivables from group enterprises | | 143.684.981 | 104.805.845 |
| Current deferred tax | | 38.027 | 44.101 |
| Other short-term receivables | | 674.254 | 334.528 |
| Accrued income | | 194.523 | 150.995 |
| Receivables | | 144.591.785 | 105.335.469 |
| Cash | | 4.806.412 | 7.834.157 |
| Current assets | | 149.398.197 | 113.169.626 |
| Assets | | 149.823.989 | 113.600.987 |

Balance Sheet as of 31 December

| | Note | 2018 DKK | 2017 DKK |
|--|------|--------------------|--------------------|
| Liabilities and equity | | | |
| Contributed capital | | 125.000 | 125.000 |
| Retained earnings | | 9.168.922 | 26.065.630 |
| Equity | | 9.293.922 | 26.190.630 |
| Trade payables | | 960.653 | 621.332 |
| Payables to group enterprises | | 114.933.587 | 82.264.402 |
| Tax payables | | 19.636.454 | 138.673 |
| Other payables | | 4.999.373 | 4.385.950 |
| Short-term liabilities other than provisions | | 140.530.067 | 87.410.357 |
| Liabilities other than provisions within the business | | 140.530.067 | 87.410.357 |
| Liabilities and equity | | 149.823.989 | 113.600.987 |
| Collaterals and assets pledges as security | 2 | | |
| Liabilities under off-balance sheet leases | 3 | | |

Notes

| | 2018 DKK | 2017 DKK |
|---------------------------------|------------------|-------------------|
| 1. Staff expenses | | |
| Wages and salaries | 9.178.788 | 10.988.952 |
| Post-employment benefit expense | 236.036 | 271.898 |
| Social security contributions | 103.480 | 111.948 |
| Other employee expense | 307.051 | 369.594 |
| | 9.825.355 | 11.742.392 |
| Average number of employees | 15 | 16 |

2. Collaterals and assets pledges as security

Of the total cash at bank Lebara Denmark ApS has DKK 100.000 reserved as a guarantee for DIBS.

3. Liabilities under off-balance sheet leases

The company has entered into non-callable rent and leases. The total commitment in the remaining term is DKK 1.200.813.