

FONTANKA ApS

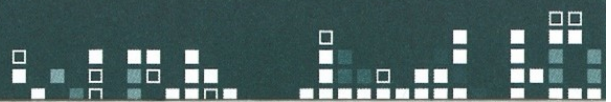
Galionsvej 37
1437 København K

CVR No. 29212848

Annual Report 2022

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 4 July 2023

Tommy Olesen
Chairman



FONTANKA ApS

Contents

Management's Statement	3
Independent Auditors' Report	4
Company Information	6
Management's Review	7
Income Statement	8
Balance Sheet	9
Statement of changes in Equity	11
Notes	12
Accounting Policies	13

FONTANKA ApS

Management's Statement

Today, Management has considered and adopted the Annual Report of FONTANKA ApS for the financial year 1 January 2022 - 31 December 2022.

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 2022 and of the results of the Company's operations for the financial year 1 January 2022 - 31 December 2022.

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, 4 July 2023

Executive Board

Tommy Olesen
Manager

Independent Auditors' Report

To the shareholders of FONTANKA ApS

Opinion

We have audited the financial statements of FONTANKA ApS for the financial year 1 January 2022 - 31 December 2022, which comprise an income statement, balance sheet, statement of changes in equity 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 2022 and of the results of its operations for the financial year 1 January 2022 - 31 December 2022 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 the "Auditors' responsibility for the Audit of the Financial Statements" section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statement in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. 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. 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.

Independent Auditors' Report

*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.

Ringsted, 4 July 2023

Sønderup I/S
statsautoriserede revisorer

CVR-no. 31824559

Tom Sønderup
State Authorised Public Accountant
mne10489

FONTANKA ApS

Company details

Company	FONTANKA ApS Galionsvej 37 1437 København K
CVR No.	29212848
Date of formation	21 December 2005
Financial year	1 January 2022 - 31 December 2022

Executive Board Tommy Olesen

Auditors Sønderup I/S
statsautoriserede revisorer
Jyllandsgade 9
4100 Ringsted
CVR-no.: 31824559

Management's Review

The Company's principal activities

The Company's principal activities consist in investing in shares and owning shares in other companies.

Development in activities and the financial situation

The Company's Income Statement of the financial year 1 January 2022 - 31 December 2022 shows a result of DKK 9.269.656 and the Balance Sheet at 31 December 2022 a balance sheet total of DKK 178.721.164 and an equity of DKK 127.107.547.

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.

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Income Statement

	Note	2022 kr.	2021 (7 mos) kr.
Gross profit		-215.635	-17.900
Profit from ordinary operating activities		-215.635	-17.900
Income from investments associates		0	1.881.015
Finance income		11.146.081	5.275.224
Finance expenses		-442.890	-24.093
Profit from ordinary activities before tax		10.487.555	7.114.246
Tax expense on ordinary activities	1	-1.217.901	-1.079.870
Profit		9.269.654	6.034.376
 Proposed distribution of results			
Extraordinary dividend recognised in equity		5.492.259	0
Retained earnings		3.777.395	6.034.376
Distribution of profit		9.269.654	6.034.376
 Extraordinary dividend distributed after end of reporting period			
		3.600.000	0

FONTANKA ApS**Balance Sheet as of 31 December**

	Note	2022 kr.	2021 (7 mos) kr.
Assets			
Investments in associated companies		51.623.935	51.623.935
Investments		<u>51.623.935</u>	<u>51.623.935</u>
Fixed assets		<u>51.623.935</u>	<u>51.623.935</u>
Receivables associated companies		19.488.280	19.073.125
Other receivables	10	10	117
Receivables		<u>19.488.290</u>	<u>19.073.242</u>
Short-term investments		<u>46.722.107</u>	<u>6.023.529</u>
Cash and cash equivalents		<u>60.886.832</u>	<u>98.812.969</u>
Current assets		<u>127.097.229</u>	<u>123.909.740</u>
Assets		<u>178.721.164</u>	<u>175.533.675</u>

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Balance Sheet as of 31 December

	Note	2022 kr.	2021 (7 mos) kr.
Liabilities and equity			
Contributed capital		125.000	125.000
Retained earnings		126.982.547	173.205.152
Equity		127.107.547	173.330.152
Convertible, profit yielding or dividend yielding debt instruments		30.000.000	0
Long-term liabilities other than provisions	2	30.000.000	0
Trade payables		10.000	10.000
Tax payables		2.202.463	1.079.870
Other payables		19.400.000	1.112.500
Payables to shareholders and management		1.154	1.153
Short-term liabilities other than provisions		21.613.617	2.203.523
Liabilities other than provisions within the business		51.613.617	2.203.523
Liabilities and equity		178.721.164	175.533.675
Contingent liabilities	3		
Assumptions on calculation method of fair value for assets and liabilities	4		

FONTANKA ApS

Statement of changes in Equity

	Contributed capital	Retained earnings	Extraordina ry dividen recognised in equity	Total
Equity 1 January 2022	125.000	173.205.152	0	173.330.152
Increase (decrease) of equity on demerger and sale of enterprise	0	-50.000.000	0	-50.000.000
Dividend paid	0	0	-5.492.259	-5.492.259
Profit (loss)	0	3.777.395	5.492.259	9.269.654
Equity 31 December 2022	125.000	126.982.547	0	127.107.547

The share capital has remained unchanged for the last 5 years.

Notes

	2022	2021 (7 mos)
1. Tax expense		
Current tax expense	1.223.583	1.079.870
Adjustments for current tax of prior period	-5.682	0
	<u>1.217.901</u>	<u>1.079.870</u>

2. Long-term liabilities

	Due after 1 year	Due within 1 year	Due after 5 years
Convertible, profit yielding or dividend yielding debt instruments	30.000.000	0	0
	<u>30.000.000</u>	<u>0</u>	<u>0</u>

3. Contingent liabilities

The Company has agreed to provide liquidity to associates, only for the necessary functions for continued operations. The statement is given to the next financial reporting period.

The company is self-debtor surety for all for all balances with credit institutions in subsidiaries

Pro rata self-debtor surety:

- Area9 Labs ApS
- Area9 Lycerum Aps

Joint and several surety:

- Area9 Innovation ApS

4. Assumptions on calculation method of fair value for assets and liabilities

	End value in balance sheet	Unrealized losses for the year in the income statement
Listed shares	45.775.556	378.553
Fair value level	1	

5. Number of employees

Average number of employees	<u>1</u>	<u>1</u>
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Accounting Policies

Reporting Class

The annual report of FONTANKA ApS for 2022 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.

Change in financial year (last year)

The comparative figures in the annual report covers a 7 month period while the current annual report is for a 12 month period.

Reporting currency

The annual report is presented in Danish kroner.

General information

Basis of recognition and measurement

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

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 amortized cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortization, 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 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 financial statement, 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 other external expenses.

Other external expenses

Other external expenses include expenses for administration etc.

Accounting Policies

Fair value adjustment of investment assets and debts

Adjustments of investment assets and debts measured at fair value are recognised as a separate item in the income statement.

Financial income and expenses

Financial income and expenses are recognised in the income statement based at the amounts that concern the financial year. Financial income and expenses include interest revenue and expenses, financial expenses 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 advance-payment of tax 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

Equity investments in associated companies

Equity investments in associated companies are measured at cost. Dividends that exceed accumulated earnings of the participating interests during the ownership period are treated as a reduction of the cost. If cost exceeds the net realizable value, a write-down to this lower value will be performed.

Receivables

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

Other securities and equity investments recognised in current assets

Equity investments recognised as current assets comprise securities admitted for trading on a regulated market, which are measured at fair value at the reporting date. Fair value is calculated using prices quoted in the most recent transactions.

Investments in unlisted companies are recognised in the balance sheet at cost. The cost includes the purchase consideration calculated at fair value plus direct acquisition costs. Where the net realisable value is lower than cost, the investments are written down to this lower value. Realised and unrealised capital gains and losses are recognised in the income statement.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand as well as short-term securities with a term of less than three months which can be converted directly into cash at bank and in hand and involve only an insignificant risk of value changes.

Equity

Equity comprises the working capital and a number of equity items that may be statutory or stipulated in the articles of association.

Dividends

Proposed dividend for the year are recognised as a separate item under equity. Proposed dividends are recognised as a liability when approved by the Annual General Meeting.

Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the balance sheet as estimated income tax charge for the year, adjusted for prior-year taxes and tax paid on account.

Accounting Policies

Liabilities

Financial liabilities are recognised initially at the proceeds received net of transaction expenses incurred. In subsequent periods, financial liabilities are measured at amortized cost, corresponding to the capitalized value using the effective interest method, so that the difference between the proceeds and the nominal value is recognised in the income statement over the life of the financial instrument.

Mortgage debt is accordingly measured at amortized cost, corresponding to the outstanding balance in case of cash loans. In case of bond loans, amortized cost corresponds to the outstanding balance determined as the underlying cash value of the loans at the time of borrowing adjusted for amortisation of capital losses on the loans over the repayment period.

Other liabilities are measured at net realisable value.

Fair value level

Fair value measurements assume that a transaction take in the principal market, or in the absence of a principal market, the most advantageous market. The most advantageous market is the market that maximizes the amount that would be received to sell the asset or minimizes the amount that would be paid to transfer the liability, after taking into account transaction costs and transport costs.

All assets or liabilities measured at fair value, or for which the fair value is disclosed, are categorized according to the fair value hierarchy described below:

Level 1:

Level 1 inputs are quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2:

Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3:

Level 3 inputs are unobservable inputs for the asset or liability.

Contingent assets and liabilities

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