



## ISSUU ApS

Gasværksvej 16, 3.  
1656 Copenhagen V  
CVR No. 29831084

## Annual report 2022

The Annual General Meeting adopted the  
annual report on 27.03.2023

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**Rolf Michael Ussing**  
Chairman of the General Meeting

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# Entity details

## Entity

ISSUU ApS

Gasværksvej 16, 3.

1656 Copenhagen V

Business Registration No.: 29831084

Registered office: Copenhagen

Financial year: 01.01.2022 - 31.12.2022

## Board of Directors

Joseph Alexander Hyrkin, Chairman

Rolf Michael Ussing

## Executive Board

Rolf Michael Ussing

## Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

2300 Copenhagen S

# Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of ISSUU ApS for the financial year 01.01.2022 - 31.12.2022.

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

In our opinion, the consolidated financial statements and the parent financial statements give a true and fair view of the Group's and the Parent's financial position at 31.12.2022 and of the results of their operations for the financial year 01.01.2022 - 31.12.2022.

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, 27.03.2023

## Executive Board

**Rolf Michael Ussing**

## Board of Directors

**Joseph Alexander Hyrkin**  
Chairman

**Rolf Michael Ussing**

# Independent auditor's report

## To the shareholders of ISSUU ApS

### Opinion

We have audited the consolidated financial statements and the parent financial statements of ISSUU ApS for the financial year 01.01.2022 - 31.12.2022, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies, for the Group as well as the Parent. The consolidated financial statements and the parent financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the consolidated financial statements and the parent financial statements give a true and fair view of the Group's and the Parent's financial position at 31.12.2022 and of the results of their operations for the financial year 01.01.2022 - 31.12.2022 in accordance with the Danish Financial Statements Act.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of the consolidated financial statements and the parent financial statements" section of this auditor's report. We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable 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 responsibilities for the consolidated financial statements and the parent financial statements

Management is responsible for the preparation of consolidated financial statements and parent 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 consolidated financial statements and parent financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements and the parent financial statements, Management is responsible for assessing the Group's and the Entity's ability to continue as a going concern, for disclosing, as applicable, matters related to going concern, and for using the going concern basis of accounting in preparing the consolidated financial statements and the parent financial statements 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 audit of the consolidated financial statements and the parent financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements and the parent financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error

and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements and parent financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated financial statements and the parent 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 one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the 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 Group's and the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the consolidated financial statements and the parent financial statements, and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements and the parent 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 auditor's report. However, future events or conditions may cause the Group and the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements and the parent financial statements, including the disclosures in the notes, and whether the consolidated financial statements and the parent financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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 that we identify during our audit.

**Statement on the management commentary**

Management is responsible for the management commentary.

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

In connection with our audit of the consolidated financial statements and the parent financial statements, our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the consolidated financial statements and the parent financial statements or our knowledge obtained in the audit 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 the consolidated financial statements and the parent 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, 27.03.2023

**Deloitte**

Statsautoriseret Revisionspartnerselskab  
CVR No. 33963556

**Søren Strandby**

State Authorised Public Accountant  
Identification No (MNE) mne24684

# Management commentary

## Primary activities

The Company's primary activities comprise development and providing of internet services.

The Company's operating loss for the year and its financial position at year-end are shown in the following income statement for 01.01.2022 – 31.12.2022 and the balance sheet at 31.12.2022.

The income statement shows a loss of DKK 13,713 thousand and equity stands at DKK 18,043 thousand.

## Description of material changes in activities and finances

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.



# Consolidated income statement for 2022

	Notes	2022 DKK	2021 DKK
<b>Gross profit/loss</b>		<b>48,324,938</b>	<b>40,166,207</b>
Staff costs	1	(63,114,857)	(47,252,279)
Depreciation, amortisation and impairment losses	2	(899,863)	(405,475)
<b>Operating profit/loss</b>		<b>(15,689,782)</b>	<b>(7,491,547)</b>
Other financial income	3	2,263,558	2,918,876
Other financial expenses	4	(98,744)	(63,709)
<b>Profit/loss before tax</b>		<b>(13,524,968)</b>	<b>(4,636,380)</b>
Tax on profit/loss for the year	5	(188,219)	(126,705)
<b>Profit/loss for the year</b>		<b>(13,713,187)</b>	<b>(4,763,085)</b>
<b>Proposed distribution of profit and loss</b>			
Retained earnings		(13,713,187)	(4,763,085)
<b>Proposed distribution of profit and loss</b>		<b>(13,713,187)</b>	<b>(4,763,085)</b>

# Consolidated balance sheet at 31.12.2022

## Assets

	Notes	2022 DKK	2021 DKK
Acquired intangible assets		0	0
<b>Intangible assets</b>	6	<b>0</b>	<b>0</b>
Other fixtures and fittings, tools and equipment		540,254	588,786
Leasehold improvements		269,487	48,526
<b>Property, plant and equipment</b>	7	<b>809,741</b>	<b>637,312</b>
Other investments		3,867	3,867
Other receivables		1,591,248	1,418,866
<b>Financial assets</b>	8	<b>1,595,115</b>	<b>1,422,733</b>
<b>Fixed assets</b>		<b>2,404,856</b>	<b>2,060,045</b>
Receivables from group enterprises		20,997,874	34,902,626
Other receivables		586,548	1,152,030
Tax receivable		161,588	20,000
Prepayments		648,747	0
<b>Receivables</b>		<b>22,394,757</b>	<b>36,074,656</b>
<b>Cash</b>		<b>2,418,295</b>	<b>2,988,062</b>
<b>Current assets</b>		<b>24,813,052</b>	<b>39,062,718</b>
<b>Assets</b>		<b>27,217,908</b>	<b>41,122,763</b>

**Equity and liabilities**

	<b>Notes</b>	<b>2022 DKK</b>	<b>2021 DKK</b>
Contributed capital		413,207	413,207
Retained earnings		17,629,725	31,342,912
<b>Equity</b>		<b>18,042,932</b>	<b>31,756,119</b>
Bank loans		0	34,238
Other payables		2,935,437	2,865,766
<b>Non-current liabilities other than provisions</b>	<b>9</b>	<b>2,935,437</b>	<b>2,900,004</b>
Deposits		133,857	0
Trade payables		1,571,595	1,844,596
Other payables		4,534,087	4,622,044
<b>Current liabilities other than provisions</b>		<b>6,239,539</b>	<b>6,466,640</b>
<b>Liabilities other than provisions</b>		<b>9,174,976</b>	<b>9,366,644</b>
<b>Equity and liabilities</b>		<b>27,217,908</b>	<b>41,122,763</b>
Unrecognised rental and lease commitments	10		
Contingent assets	11		
Assets charged and collateral	12		
Subsidiaries	13		

# Consolidated statement of changes in equity for 2022

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	413,207	31,342,912	31,756,119
Profit/loss for the year	0	(13,713,187)	(13,713,187)
<b>Equity end of year</b>	<b>413,207</b>	<b>17,629,725</b>	<b>18,042,932</b>

# Notes to consolidated financial statements

## 1 Staff costs

	2022 DKK	2021 DKK
Wages and salaries	60,741,320	45,055,943
Other social security costs	2,373,537	2,196,336
	<b>63,114,857</b>	<b>47,252,279</b>
Average number of full-time employees	86	68

## 2 Depreciation, amortisation and impairment losses

	2022 DKK	2021 DKK
Depreciation on property, plant and equipment	899,863	405,475
	<b>899,863</b>	<b>405,475</b>

## 3 Other financial income

	2022 DKK	2021 DKK
Financial income from group enterprises	571,030	0
Other interest income	2,040	35
Exchange rate adjustments	1,690,488	2,918,841
	<b>2,263,558</b>	<b>2,918,876</b>

## 4 Other financial expenses

	2022 DKK	2021 DKK
Other interest expenses	21,650	26,032
Exchange rate adjustments	7,425	8
Other financial expenses	69,669	37,669
	<b>98,744</b>	<b>63,709</b>

## 5 Tax on profit/loss for the year

	2022 DKK	2021 DKK
Current tax	188,219	126,705
	<b>188,219</b>	<b>126,705</b>

## 6 Intangible assets

	<b>Acquired intangible assets DKK</b>
Cost beginning of year	250,000
Disposals	(250,000)
<b>Cost end of year</b>	<b>0</b>
Amortisation and impairment losses beginning of year	(250,000)
Reversal regarding disposals	250,000
<b>Amortisation and impairment losses end of year</b>	<b>0</b>
<b>Carrying amount end of year</b>	<b>0</b>

## 7 Property, plant and equipment

	<b>Other fixtures and fittings, tools and equipment DKK</b>	<b>Leasehold improvements DKK</b>
Cost beginning of year	2,465,195	64,701
Additions	817,030	254,943
Disposals	(93,669)	0
<b>Cost end of year</b>	<b>3,188,556</b>	<b>319,644</b>
Depreciation and impairment losses beginning of year	(1,876,409)	(16,175)
Depreciation for the year	(865,881)	(33,982)
Reversal regarding disposals	93,988	0
<b>Depreciation and impairment losses end of year</b>	<b>(2,648,302)</b>	<b>(50,157)</b>
<b>Carrying amount end of year</b>	<b>540,254</b>	<b>269,487</b>

## 8 Financial assets

	<b>Other investments DKK</b>	<b>Other receivables DKK</b>
Cost beginning of year	3,867	1,418,866
Additions	0	333,762
Disposals	0	(161,380)
<b>Cost end of year</b>	<b>3,867</b>	<b>1,591,248</b>
<b>Carrying amount end of year</b>	<b>3,867</b>	<b>1,591,248</b>

## 9 Non-current liabilities other than provisions

	<b>Due after more than 12 months 2022 DKK</b>	<b>Outstanding after 5 years 2022 DKK</b>
Other payables	2,935,437	2,935,436
	<b>2,935,437</b>	<b>2,935,436</b>

Other payables mainly consist of frozen holiday pay payable, falling due as employees retire from the labour market. The debt outstanding after five years has been calculated based on an estimate of when the Company's employees are expected to leave the labour market, reaching retirement age.

## 10 Unrecognised rental and lease commitments

	<b>2022 DKK</b>	<b>2021 DKK</b>
Total liabilities under rental or lease agreements until maturity	7,041,000	5,910,000

## 11 Contingent assets

The Group has an unrecognised tax asset of DKK 8.500 thousand. The tax asset is mainly attributable to tax loss carryforwards and temporary differences between the carrying amount and the tax base that are not expected to be utilised within a reasonable time.

## 12 Assets charged and collateral

The bank deposit of DKK 300 thousand has been provided as security for a loan granted by the Entity's banker.

## 13 Subsidiaries

	<b>Registered in</b>	<b>Corporate form</b>	<b>Ownership %</b>
Issuu GmbH	Germany	GmbH	100.00
RIPPLR, Unipessoal, Lda.	Portugal	Lda.	100.00

# Parent income statement for 2022

	Notes	2022 DKK	2021 DKK
<b>Gross profit/loss</b>		<b>25,344,352</b>	<b>25,533,330</b>
Staff costs	1	(41,668,107)	(33,346,159)
Depreciation, amortisation and impairment losses	2	(142,136)	(142,812)
<b>Operating profit/loss</b>		<b>(16,465,891)</b>	<b>(7,955,641)</b>
Income from investments in group enterprises		485,684	337,418
Other financial income	3	2,365,301	2,918,841
Other financial expenses	4	(98,281)	(63,703)
<b>Profit/loss before tax</b>		<b>(13,713,187)</b>	<b>(4,763,085)</b>
Tax on profit/loss for the year		0	0
<b>Profit/loss for the year</b>		<b>(13,713,187)</b>	<b>(4,763,085)</b>
<b>Proposed distribution of profit and loss</b>			
Retained earnings		(13,713,187)	(4,763,085)
<b>Proposed distribution of profit and loss</b>		<b>(13,713,187)</b>	<b>(4,763,085)</b>



# Parent balance sheet at 31.12.2022

## Assets

	Notes	2022 DKK	2021 DKK
Acquired intangible assets		0	0
<b>Intangible assets</b>	5	<b>0</b>	<b>0</b>
Other fixtures and fittings, tools and equipment		42,873	185,009
Leasehold improvements		48,526	48,526
<b>Property, plant and equipment</b>	6	<b>91,399</b>	<b>233,535</b>
Investments in group enterprises		1,890,132	1,405,517
Other receivables		1,237,067	962,403
<b>Financial assets</b>	7	<b>3,127,199</b>	<b>2,367,920</b>
<b>Fixed assets</b>		<b>3,218,598</b>	<b>2,601,455</b>
Receivables from group enterprises		20,997,874	35,084,795
Other receivables		241,438	232,249
Tax receivable		0	20,000
Prepayments		578,355	173,676
<b>Receivables</b>		<b>21,817,667</b>	<b>35,510,720</b>
<b>Cash</b>		<b>1,899,074</b>	<b>2,315,570</b>
<b>Current assets</b>		<b>23,716,741</b>	<b>37,826,290</b>
<b>Assets</b>		<b>26,935,339</b>	<b>40,427,745</b>

**Equity and liabilities**

	<b>Notes</b>	<b>2022 DKK</b>	<b>2021 DKK</b>
Contributed capital		413,207	413,207
Reserve for net revaluation according to equity method		1,517,709	1,033,094
Retained earnings		16,112,016	30,309,818
<b>Equity</b>		<b>18,042,932</b>	<b>31,756,119</b>
Other payables		2,935,436	2,865,766
<b>Non-current liabilities other than provisions</b>	<b>8</b>	<b>2,935,436</b>	<b>2,865,766</b>
Trade payables		1,183,619	1,829,593
Payables to group enterprises		2,014,925	804,024
Other payables		2,758,427	3,172,243
<b>Current liabilities other than provisions</b>		<b>5,956,971</b>	<b>5,805,860</b>
<b>Liabilities other than provisions</b>		<b>8,892,407</b>	<b>8,671,626</b>
<b>Equity and liabilities</b>		<b>26,935,339</b>	<b>40,427,745</b>
Unrecognised rental and lease commitments	9		
Contingent assets	10		
Assets charged and collateral	11		

# Parent statement of changes in equity for 2022

	Contributed capital DKK	Reserve for net revaluation according to the equity method DKK	Retained earnings DKK	Total DKK
Equity beginning of year	413,207	1,033,094	30,309,818	31,756,119
Profit/loss for the year	0	484,615	(14,197,802)	(13,713,187)
<b>Equity end of year</b>	<b>413,207</b>	<b>1,517,709</b>	<b>16,112,016</b>	<b>18,042,932</b>

# Notes to parent financial statements

## 1 Staff costs

	2022 DKK	2021 DKK
Wages and salaries	41,238,348	32,961,029
Other social security costs	429,759	385,130
	<b>41,668,107</b>	<b>33,346,159</b>
Average number of full-time employees	53	46

## 2 Depreciation, amortisation and impairment losses

	2022 DKK	2021 DKK
Depreciation on property, plant and equipment	142,136	142,812
	<b>142,136</b>	<b>142,812</b>

## 3 Other financial income

	2022 DKK	2021 DKK
Financial income from group enterprises	571,030	0
Other interest income	40	0
Exchange rate adjustments	1,794,231	2,918,841
	<b>2,365,301</b>	<b>2,918,841</b>

## 4 Other financial expenses

	2022 DKK	2021 DKK
Other interest expenses	21,650	26,034
Exchange rate adjustments	6,961	0
Other financial expenses	69,670	37,669
	<b>98,281</b>	<b>63,703</b>

## 5 Intangible assets

	<b>Acquired intangible assets DKK</b>
Cost beginning of year	250,000
Disposals	(250,000)
<b>Cost end of year</b>	<b>0</b>
Amortisation and impairment losses beginning of year	(250,000)
Reversal regarding disposals	250,000
<b>Amortisation and impairment losses end of year</b>	<b>0</b>
<b>Carrying amount end of year</b>	<b>0</b>

## 6 Property, plant and equipment

	<b>Other fixtures and fittings, tools and equipment DKK</b>	<b>Leasehold improvements DKK</b>
Cost beginning of year	1,420,118	64,701
<b>Cost end of year</b>	<b>1,420,118</b>	<b>64,701</b>
Depreciation and impairment losses beginning of year	(1,235,109)	(16,175)
Depreciation for the year	(142,136)	0
<b>Depreciation and impairment losses end of year</b>	<b>(1,377,245)</b>	<b>(16,175)</b>
<b>Carrying amount end of year</b>	<b>42,873</b>	<b>48,526</b>

## 7 Financial assets

	<b>Investments in group enterprises DKK</b>	<b>Other receivables DKK</b>
Cost beginning of year	372,423	962,403
Additions	0	342,389
Disposals	0	(67,725)
<b>Cost end of year</b>	<b>372,423</b>	<b>1,237,067</b>
Revaluations beginning of year	1,033,094	0
Exchange rate adjustments	(1,068)	0
Share of profit/loss for the year	485,683	0
<b>Revaluations end of year</b>	<b>1,517,709</b>	<b>0</b>
<b>Carrying amount end of year</b>	<b>1,890,132</b>	<b>1,237,067</b>

A specification of investments in subsidiaries is evident from the notes to the consolidated financial statements.

## 8 Non-current liabilities other than provisions

	<b>Due after more than 12 months 2022 DKK</b>	<b>Outstanding after 5 years 2022 DKK</b>
Other payables	2,935,436	2,935,436
	<b>2,935,436</b>	<b>2,935,436</b>

Other payables mainly consist of frozen holiday pay payable, falling due as employees retire from the labour market. The debt outstanding after five years has been calculated based on an estimate of when the Company's employees are expected to leave the labour market, reaching retirement age.

## 9 Unrecognised rental and lease commitments

	<b>2022 DKK</b>	<b>2021 DKK</b>
Total liabilities under rental or lease agreements until maturity	2,320,000	0

## 10 Contingent assets

The Company has an unrecognised tax asset of DKK 8.500 thousand. The tax asset is mainly attributable to tax loss carryforwards and temporary differences between the carrying amount and the tax base that are not expected to be utilised within a reasonable time.

## 11 Assets charged and collateral

The bank deposit of DKK 300 thousand has been provided as security for a loan granted by the Entity's banker.

# 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 a few provisions for reporting class C.

The accounting policies applied to these consolidated financial statements and parent 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.

## Consolidated financial statements

The consolidated financial statements comprise the Parent and the group enterprises (subsidiaries) that are controlled by the Parent. Control is achieved by the Parent, either directly or indirectly, holding more than 50% of the voting rights or in any other way possibly or actually exercising controlling influence.

## Basis of consolidation

The consolidated financial statements are prepared on the basis of the financial statements of the Parent and its subsidiaries. The consolidated financial statements are prepared by combining uniform items. On consolidation, intra-group income and expenses, intra-group accounts and dividends as well as profits and losses on transactions between the consolidated enterprises are eliminated. The financial statements used for consolidation have been prepared applying the Group's accounting policies.

Subsidiaries' financial statement items are recognised in full in the consolidated financial statements.

Investments in subsidiaries are offset at the pro rata share of such subsidiaries' net assets at the acquisition date, with net assets having been calculated at fair value.

## **Income statement**

### **Gross profit or loss**

Gross profit or loss comprises revenue and other external expenses.

### **Revenue**

Revenue from the sale of services is recognised in the income statement when delivery is made 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 wages and salaries, and social security contributions, pension contributions, etc. for entity staff.

### **Depreciation, amortisation and impairment losses**

Depreciation, amortisation and impairment losses relating to property, plant and equipment and intangible assets comprise depreciation, amortisation and impairment losses for the financial year, and gains and losses from the sale of intangible assets and property, plant and equipment.

### **Income from investments in group enterprises**

Income from investments in group enterprises comprises the pro rata share of the individual enterprises' profit/loss after full elimination of internal profits or losses.

### **Other financial income**

Other financial income comprises interest income, including interest income on receivables from group enterprises, payables and transactions in foreign currencies etc.

### **Other financial expenses**

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, payables and transactions in foreign currencies 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.



## Balance sheet

### Intellectual property rights etc.

Intellectual property rights etc. comprise development projects rights.

Intellectual property rights acquired are measured at cost less accumulated amortisation.

Intellectual property rights etc. are written down to the lower of recoverable amount and carrying amount.

### Property, plant and equipment

Other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

	<b>Useful life</b>
Other fixtures and fittings, tools and equipment	3-5
Leasehold improvements	5

For leasehold improvements and assets subject to finance leases, the depreciation period cannot exceed the contract period.

Estimated useful lives and residual values are reassessed annually.

Items of property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

### Investments in group enterprises

In the parent financial statements, investments in group enterprises are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the enterprises' equity value plus or minus unrealised intra-group profits and losses.

Group enterprises with negative equity value are measured at DKK 0. Any receivables from these enterprises are written down to net realisable value based on a specific assessment. If the Parent has a legal or constructive obligation to cover the liabilities of the relevant enterprise, and it is probable that such obligation will involve a loss, a provision is recognised that is measured at present value of the costs necessary to settle the obligations at the balance sheet date.

Upon distribution of profit or loss, net revaluation of investments in group enterprises is transferred to Reserve for net revaluation according to the equity method under equity.

Investments in group enterprises are written down to the lower of recoverable amount and carrying amount.

### Receivables

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

doubtful debts.

**Other investments**

Other investments comprise unlisted equity investments measured at the lower of cost and net realisable value.

**Tax payable or receivable**

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

**Prepayments**

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

**Cash**

Cash comprises cash in hand and bank deposits.

**Operating leases**

Lease payments on operating leases are recognised on a straight-line basis in the income statement over the term of the lease.

**Other financial liabilities**

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