

Unwire Holding ApS

Gammeltorv 18
DK-1457 Copenhagen K

Central Business Registration No 30 27 20 72

Annual report for 2017

The Annual General Meeting adopted the annual report on 24 MAY 2018

Chairman of the General Meeting



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Company details

Company

Unwire Holding ApS
Gammeltorv 18
DK-1457 Copenhagen K
Central Business Registration No: 30 27 20 72
Registered in: Copenhagen

Phone: +45 3393 1434

Financial period: 1 January – 31 December
Incorporated: 12 February 2007

Board of Directors

Mads Peter Hytteballe Andersen, Chairman
Russ Shaw
Niels Garde Toft

Executive Board

Mads Peter Hytteballe Andersen

Company auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Strandvejen 44
DK-2900 Hellerup

Bankers

Danske Bank
Finanscenter København
Holmens Kanal 2
DK-1090 Copenhagen K

Consolidated Financial Statements

The Company is included in the Group Annual Report of LDE Holding 13 ApS, Gammeltorv 18, DK-1457 Copenhagen K.

Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of Unwire Holding ApS for the financial 1 January - 31 December 2017.

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

In our opinion the Financial Statements and the Consolidated Financial Statements give a true and fair view of the financial position at 31 December 2017 of the Company and the Group and of the results of the Company and Group operations and of consolidated cash flows for 2017.

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


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

Copenhagen, 16/5 2018

Executive Board


Mads Peter Hytteballe Andersen
Chief Executive Officer

Board of Directors


Mads Peter Hytteballe Andersen
Chairman


Russ Shaw


Niels Garde Toft

Independent Auditor's Report

To the Shareholders of Unwire Holding ApS

Opinion

In our opinion, the Consolidated Financial Statements and the Parent Company Financial Statements give a true and fair view of the financial position of the Group and the Parent Company at 31 December 2017, and of the results of the Group's and the Parent Company's operations as well as the consolidated cash flows for the financial year 1 January - 31 December 2017 in accordance with the Danish Financial Statements Act.

We have audited the Consolidated Financial Statements and the Parent Company Financial Statements of Unwire Holding ApS for the financial year 1 January - 31 December 2017, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies, for both the Group and the Parent Company, as well as consolidated statement of cash flows ("financial statements").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the 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 Financial Statements section of our report. We are independent of the Group 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 audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the financial statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

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

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financials Statements Act.

Based on the work we have performed, in our view, Management's Review is in accordance with the Consolidated Financial Statements and the Parent Company Financial Statements

Independent Auditor's Report

and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement in Management's Review.

Management's Responsibilities for the Financial Statements

Management is responsible for the preparation of Consolidated Financial Statements and Parent Company 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 Group's and the Parent 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 liquidate the Group or the Parent Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.

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

- Identify and assess the risks of material misstatement of 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 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 Parent Company's internal control.

Independent Auditor's Report

- 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 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 Parent 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 auditor's 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 auditor's report. However, future events or conditions may cause the Group and the Parent Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the 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.

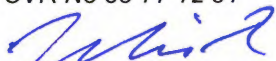
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Copenhagen, 16/5 2018

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31



Henrik Ræbild

State Authorised Public Accountant
mne33262

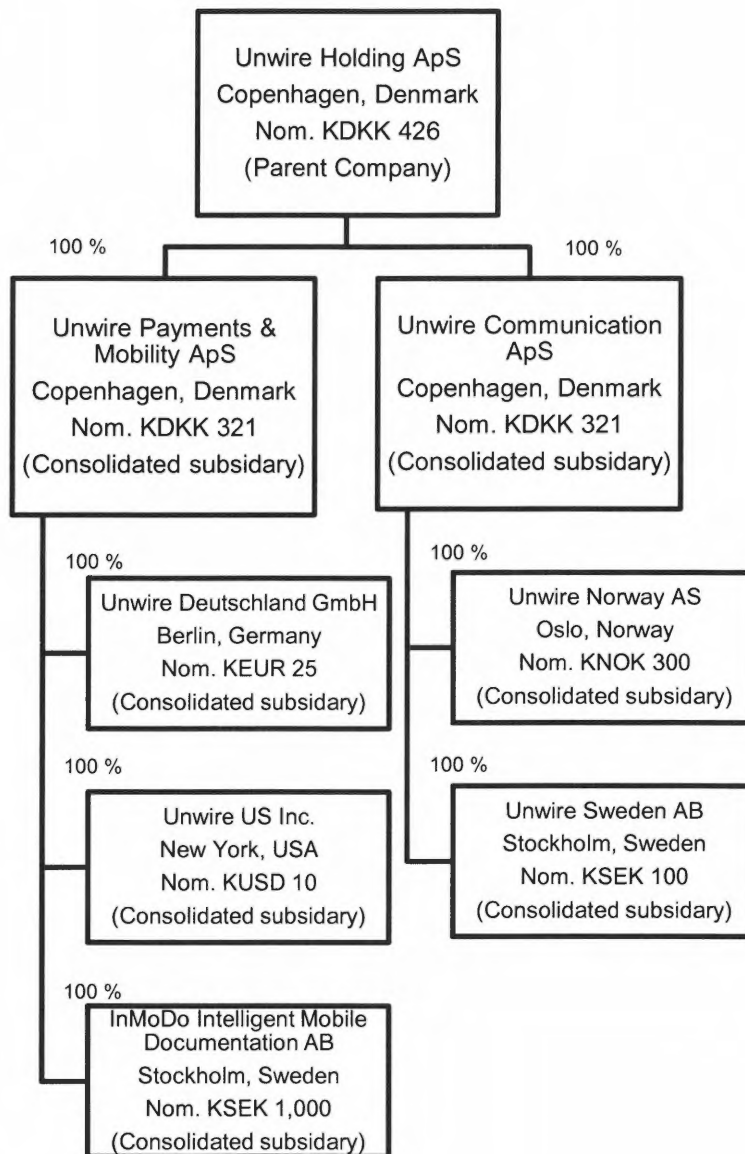


Henrik Y. Jensen

State Authorised Public Accountant
mne35442

Management Review

Group overview



Management Review

Financial highlights

Seen over a five-year period, the development of the Group is described by the following financial highlights:

	<u>2017</u> KDKK	<u>2016</u> KDKK	<u>2015</u> KDKK	<u>2014</u> KDKK	<u>2013</u> KDKK
Key figures					
Gross profit/loss	72.558	99.850	103.508	69.729	56.855
EBITDA	20.574	45.586	43.968	22.151	(8.742)
Net financials	(607)	(439)	(2.755)	(3.889)	(5.640)
Profit/loss for the year	(37.150)	5.658	1.805	(14.936)	(34.290)
Equity	21.285	58.524	53.685	50.804	41.230
Balance sheet total	58.148	98.910	108.830	137.071	172.313
Cash flows from operating activities	26.115	20.012	48.237	31.517	4.283
Cash flows from investing activities	(14.408)	(12.219)	(8.896)	(16.851)	(34.749)
Change in cash and cash equivalents for the year	7.686	(4.234)	23.318	(24.196)	(720)
Number of employees	88	92	94	87	113
Ratios					
Return on assets (%)	(56)	11,8	7,8	(9,1)	(19,39)
Solvency ratio (%)	36,6	59,2	49,3	37,06	23,93
Return on equity (%)	(93,1)	10,1	3,5	(32,5)	(89,1)

The ratios have been prepared in accordance with the recommendations and guidelines issued by the Danish Society of Financial Analysts. For definitions, see under accounting policies.

Management Review

Main activity

The Group's main activity consist of mobile payment, mobility and communication services and related supply of platforms and systems.

Development in the year

The income statement of the Group shows a result from operations (EBITDA) of KDKK 20,574.

The 2017 income statement of the Group shows a total profit after tax of KDKK (37,150), and on 31 December 2017 the balance sheet of the Group shows equity of KDKK 21,285.

In 2017, the Group focused on the sale of mobile payment and mobility communication services. Primarily to the the finance, telco, media and transportation segments.

The Groups result for 2017 is considered unsatisfactory.

The activity in the Group has subsequently in 2018 been sold. We refer to note 1.

Unusual events

Management is not aware of any unusual events beside what mentioned in note 1.

Accounting policies

This Annual Report has been prepared in accordance with the requirements of the Danish Financial Statements Act applying to medium-sized enterprises of reporting class C.

Accounting policies are otherwise unchanged from the previous years.

The Consolidated and Parent Company Financial Statements for 2017 are presented in KDKK.

Recognition and measurement

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

Liabilities are recognized in the balance sheet when the Company 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 Company, and the value of the liabilities 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.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the one in effect at the payment date or the rate at the balance sheet date are recognized in the income statement as financial income or financial expenses. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

Accounting policies

Basis of consolidation

The Consolidated Financial Statements comprise the Parent Company, Unwire Holding ApS, and subsidiaries in which the Parent Company directly or indirectly holds more than 50% of the votes or in which the Parent Company, through share ownership or otherwise, exercises control.

Enterprises in which the Group holds between 20% and 50% of the votes and exercises significant influence but not control are classified as associates.

On consolidation, items of a uniform nature are combined. Elimination is made of intercompany income and expenses, shareholdings, dividends and accounts as well as of realised and unrealised profits and losses on transactions between the consolidated enterprises. The Parent Company's investments in the consolidated subsidiaries are set off against the Parent Company's share of the net asset value of subsidiaries stated at the time of consolidation.

On acquisition of subsidiaries, the difference between cost and net asset value of the enterprise acquired is determined at the date of acquisition after the individual assets and liabilities having been adjusted to fair value (the purchase method). This includes allowing for any restructuring provisions determined in relation to the enterprise acquired. Any remaining positive differences are recognised in intangible assets in the balance sheet as goodwill, which is amortised in the income statement on a straightline basis over its estimated useful life, but not exceeding 20 years. Any remaining negative differences are recognised in deferred income in the balance sheet as negative goodwill. Amounts attributable to expected losses or expenses are recognised as income in the income statement as the affairs and conditions to which the amounts relate materialise. Negative goodwill not related to expected losses or expenses is recognised at an amount equal to the fair value of non-monetary assets in the income statement over the average useful life of the non-monetary assets.

Positive and negative differences from enterprises acquired may, due to changes to the recognition and measurement of net assets, be adjusted until the end of the financial year following the year of acquisition. These adjustments are also reflected in the value of goodwill or negative goodwill, including in amortisation already made.

Amortisation of goodwill is allocated in the Consolidated Financial Statements to the operations to which goodwill is related. Amortisation of goodwill is recognised in "Amortisation, depreciation and impairment losses".

Accounting policies

Income statement

Gross profit

With reference to section 32 of the Danish Financial Statements Act, revenue has not been disclosed in the Annual Report.

Revenue

Revenue from the sale of goods for resale and finished goods is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue is recognised exclusive of VAT and net of discounts relating to sales.

Contracts of work in progress are included in revenue based on the stage of completion so that revenue corresponds to the selling price of the work performed in the financial year (the percentage-of-completion method). This method is applied when total revenues and expenses and the stage of completion at the balance sheet date can be measured reliably, and it is probable that the economic benefits, including payments, will flow to the Company.

Cost of goods sold

Cost of goods sold includes costs incurred to achieve revenue for the year.

Other external expenses

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

Staff expenses

Staff expenses comprise wages and salaries as well as payroll expenses.

Amortisation, depreciation and impairment losses

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

Accounting policies

Income from investments in subsidiaries

The Company's share of the enterprises' profits or losses after elimination of unrealised intra-group profits and losses and less or plus amortisation of positive, or negative, goodwill is recognised in the income statement.

Financial income and expenses

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

Income taxes

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.

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

The Company is jointly taxed with all Danish group companies. LDE Holding 13 ApS is the administrator of the jointly taxation group and hence settles all tax payments with the Danish Tax authorities. The current Danish income tax is allocated among the jointly taxed companies proportionally to their taxable income (full allocation with a refund concerning tax losses).

Balance sheet

Intangible assets

Goodwill are measured at cost less accumulated amortizations. Goodwill is amortised straight-line over its estimated useful life which is estimated to be 10 years.

Intangible assets comprise uncompleted and completed development projects with related intellectual property rights, acquired intellectual property rights and prepayments for intangible assets.

Accounting policies

Development projects on clearly defined and identifiable products and processes, for which the technical rate of utilisation, adequate resources and a potential future market or development opportunity in the enterprise can be established, and where the intention is to manufacture, market or apply the product or process in question, are recognised as intangible assets. Other development costs are recognised as costs in the income statement as incurred.

The cost of development projects comprises costs such as salaries and amortisation that are directly and indirectly attributable to the development projects.

Other fixtures and fittings, tools and equipment	3-5 years
Leasehold improvements	10 years

Useful lifetime and scrap value is reassessed annually.

Investments in subsidiaries

Investments in subsidiaries are recognised and measured under the equity method. This means that investments are measured at the pro rata share of the enterprises' equity plus or less unamortised positive, or negative, goodwill and plus or less unrealised intra-group profits or losses.

Subsidiaries with a negative equity value are measured at zero value, and any receivables from these enterprises are written down by the Company's share of such negative equity if it is deemed irrecoverable. If the negative equity exceeds the amount receivable, the remaining amount is recognised under provisions if the Company has a legal or constructive obligation to cover the liabilities of the relevant enterprise.

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

Receivables

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

Accounting policies

Contract work in progress

Contract work in progress (construction contracts) is measured at the selling price of the work carried out at the balance sheet date. The selling price is measured based on the stage of completion and the total estimated income from the individual contracts in progress.

Usually, the stage of completion is determined as the ratio between actual and total budgeted consumption of resources. For some projects where the consumption of resources cannot be applied as a basis, the ratio between completed and total subactivities of the individual projects has been applied.

If the selling price of a construction contract cannot be made up reliably, it is measured at the lower of costs incurred and net realisable value.

Each contract in progress is recognised in the balance sheet under receivables or liabilities other than provisions, depending on whether the net value, calculated as the selling price less prepayments received, is positive or negative.

Costs of sales work and of securing contracts as well as financing costs are recognised in the income statement as incurred.

Once it is likely that total costs will exceed total income from a contract in progress, provision is made for the total loss estimated to result from the relevant contract.

Prepayments (assets)

Prepayments comprise incurred costs relating to subsequent financial years.

Dividend

Dividend is recognised as a liability at the time of adoption at the general meeting. The proposed dividend for the financial year is disclosed as a separate item in equity.

Financial debts

Other debts are measured at amortised cost, substantially corresponding to nominal value.

Accounting policies

Prepayments (liabilities)

Deferred income comprises received income for recognition in subsequent financial years.

Deferred income is measured at cost.

Cash Flow Statement

The cash flow statement is presented using the indirect method and shows cash flows from operating, investing and financing activities as well as the Company's cash and cash equivalents at the beginning and the end of the financial year.

Cash flows from operating activities are calculated as the operating profit/loss adjusted for non-cash operating items, working capital changes and income taxes paid.

Cash flows from investing activities comprise payments in connection with acquisition and divestment of enterprises, activities and fixed asset investments as well as purchase, development, improvement and sale, etc. of intangible assets and property, plant and equipment.

Cash flows from financing activities comprise changes in the size or composition of the Company's share capital and related costs as well as the raising of loans, instalments on interest-bearing debt and payment of dividend.

Cash and cash equivalents comprise cash less short-term bank debt.

Key Ratios

$$\text{Return on assets (\%)} = \frac{\text{Profit before financials} \times 100}{\text{Total assets}}$$

$$\text{Solvency ratio (\%)} = \frac{\text{Equity} \times 100}{\text{Total assets}}$$

$$\text{Return on equity (\%)} = \frac{\text{Profit/loss for the year} \times 100}{\text{Average equity}}$$

Income statement for 2017

Parent company				Group	
2016 KDKK	2017 KDKK		Notes	2017 KDKK	2016 KDKK
(75)	(1.111)	Gross profit		72.558	99.850
0	0	Staff expenses	2	(51.984)	(54.264)
(75)	(1.111)	EBITDA		20.574	45.586
0	0	Depreciation, amortisation and impairment losses	3	(53.133)	(33.919)
(75)	(1.111)	Profit/loss before financial income and expenses		(32.559)	11.667
6.140	(33.298)	Income from investments in subsidiaries	4	0	0
328	5	Financial income	5	1	784
(868)	(15)	Financial expenses	6	(608)	(1.223)
5.525	(34.419)	Profit/loss before tax		(33.166)	11.228
133	(2.731)	Tax on profit/loss for the year	7	(3.984)	(5.570)
5.658	(37.150)	Net profit/loss for the year		(37.150)	5.658
		Proposed distribution of profit/loss			
5.658	(37.150)	Retained earnings		(37.150)	5.658
5.658	(37.150)			(37.150)	5.658

Balance sheet 31 December 2017

Parent company				Group	
2016 KDKK	2017 KDKK		Notes	2017 KDKK	2016 KDKK
0	0	Other intangible assets	8	425	1.313
0	0	Goodwill	8	0	22.254
0	0	Development projects	8	9.752	25.032
0	0	Intangible assets		10.177	48.599
0	0	Other fixtures and fittings, tools and equipment	9	1.125	1.221
0	0	Leasehold improvements	9	412	559
0	0	Property, plant and equipment		1.537	1.780
56.593	23.206	Investments in group enterprises	10	0	0
56.593	23.206	Financial asset investments		0	0
56.593	23.206	Fixed assets		11.714	50.379
0	0	Trade receivables		19.338	16.089
0	0	Contracts of work in progress	12	3.805	14.534
487	428	Receivables from group enterprises		0	0
0	0	Current income tax		688	0
2.819	0	Deferred tax asset	14	2.854	5.930
0	0	Other receivables		1.026	522
0	0	Prepayments		940	1.373
3.306	428	Receivables		28.651	38.448
103	134	Cash		17.783	10.083
3.409	562	Current assets		46.434	48.531
60.002	23.768	Assets		58.148	98.910

Balance sheet 31 December 2017

Parent company			Group	
2016 KDKK	2017 KDKK		2017 KDKK	2016 KDKK
426	426	Share capital	426	426
<u>58.098</u>	<u>20.859</u>	Retained earnings	<u>20.859</u>	<u>58.098</u>
<u>58.524</u>	<u>21.285</u>	Equity	<u>21.285</u>	<u>58.524</u>
<u>0</u>	<u>0</u>	Other provisions	<u>800</u>	<u>0</u>
<u>0</u>	<u>0</u>	Provisions	<u>800</u>	<u>0</u>
0	0	Banks	99	86
0	750	Trade payables	11 19.415	22.497
0	0	Prepayments	1.327	1.566
1.414	1.428	Payables to group enterprises	0	0
0	0	Income taxes	0	2.446
<u>64</u>	<u>305</u>	Other payables	<u>15.222</u>	<u>13.791</u>
<u>1.478</u>	<u>2.483</u>	Short-term liabilities other than provisions	<u>36.063</u>	<u>40.386</u>
<u>1.478</u>	<u>2.483</u>	Liabilities other than provisions	<u>36.063</u>	<u>40.386</u>
<u>60.002</u>	<u>23.768</u>	Equity and liabilities	<u>58.148</u>	<u>98.910</u>
		Contingent assets, liabilities and other financial obligations	15	
		Related parties and ownership	16	

Statement of changes in equity for 2017

	Group		
	Share capital KDKK	Retained earnings KDKK	Total KDKK
Equity at 1 January	426	58.098	58.524
Profit/loss for the year	0	(37.150)	(37.150)
Exchange rate adjustment	0	(89)	(89)
Equity at 31 December	<u>426</u>	<u>20.859</u>	<u>21.285</u>

	Parent		
	Share capital KDKK	Retained earnings KDKK	Total KDKK
Equity at 1 January	426	58.098	58.524
Profit/loss for the year	0	(37.150)	(37.150)
Exchange rate adjustment	0	(89)	(89)
Equity at 31 December	<u>426</u>	<u>20.859</u>	<u>21.285</u>

Cash flow statement

	Notes	Group	
		2017 KDKK	2016 KDKK
Net profit/loss for the year		(37.150)	5.658
Adjustments	17	58.136	39.936
Working capital changes	18	9.541	(20.950)
Cash flows from operating activities before financial items		30.527	24.644
Financial income received		1	2
Financial expenses paid		(341)	(370)
Income taxes paid		(4.072)	(4.265)
Cash flows from operating activities		26.115	20.011
Acquisition etc. of intangible assets		(13.657)	(11.132)
Acquisition etc. of property, plant and equipment		(751)	(1.087)
Cash flows from investing activities		(14.408)	(12.219)
Loan from group enterprises		0	(11.350)
Cash flows from financing activities		(14.408)	(11.350)
Cash flow from other activities	20	(4.021)	(676)
Cash flows from other activities		(4.021)	(676)
Increase/decrease in cash and cash equivalents		7.686	(4.234)
Cash and cash equivalents at 1 January		9.998	14.232
Cash and cash equivalents at 31 December	19	17.684	9.998

Notes

1. Subsequent events

The total activity within the Group consists of the two subsidiaries Unwire Communications ApS (now renamed to CLX Communications Denmark ApS) and Unwire Payments & Mobility ApS and underlying companies, which have been sold during March 2018. The necessary accounting adjustments related to the divestments have been made in the Annual Report for Unwire Holding ApS.

Notes

Parent Company			Group	
<u>2016</u> <u>KDKK</u>	<u>2017</u> <u>KDKK</u>		<u>2017</u> <u>KDKK</u>	<u>2016</u> <u>KDKK</u>
		2. Staff expenses		
0	0	Salaries and wages	58.114	58.373
0	0	Pension costs	3.819	4.015
0	0	Other social security costs	650	698
0	0	Capitalized salaries	(13.442)	(11.086)
<u>0</u>	<u>0</u>	Other staff expenses	<u>2.843</u>	<u>2.264</u>
<u>0</u>	<u>0</u>		<u>51.984</u>	<u>54.264</u>
<u>0</u>	<u>0</u>	Here of including remuneration to the Executive Board	<u>2.295</u>	<u>2.418</u>
<u>0</u>	<u>0</u>	Average number of employees	<u>88</u>	<u>92</u>
		3. Depreciation, amortisation and impairment losses		
0	0	Development projects	28.935	18.968
0	0	Other intangible assets	868	885
0	0	Goodwill	22.254	12.909
0	0	Other fixtures and fittings, tools and equipment	815	921
0	0	Leasehold improvements	177	152
<u>0</u>	<u>0</u>	Future maintenance costs on leasehold improvements	<u>84</u>	<u>84</u>
<u>0</u>	<u>0</u>		<u>53.133</u>	<u>33.919</u>

Notes

Parent Company			Group	
2016 KDKK	2017 KDKK		2017 KDKK	2016 KDKK
4. Income from investment in subsidiaries				
17.556	1.761	Share of earnings in subsidiaries	0	0
(11.416)	(9.786)	Amortization of goodwill etc.	0	0
0	(25.273)	Impairment loss	0	0
6.140	(33.298)		0	0
5. Financial income				
328	5	Financial income from group enterprises	0	606
0	0	Exchange adjustments	0	176
0	0	Other financial income	1	2
328	5		1	784
6. Financial expenses				
867	14	Financial expenses to group enterprises	120	853
0	0	Exchange adjustments	148	0
1	1	Other financial expenses	340	370
868	15		608	1.223
7. Tax on profit/loss for the year				
0	0	Current tax	(276)	(3.223)
133	(2.736)	Change in deferred tax	(3.672)	(2.278)
0	5	Adjustments concerning previous years	(36)	(69)
133	(2.731)		(3.984)	(5.570)

Notes

	Group		
	Other intangible assets KDKK	Goodwill KDKK	Development projects KDKK
8. Intangible assets			
Cost at 1 January	5.233	128.484	120.161
Correction, January 1	(562)	0	0
Exchange adjustments	(132)	0	(13)
Additions	0	0	13.657
Disposals	<u>0</u>	<u>0</u>	<u>(23.929)</u>
Cost at 31 December	<u>4.539</u>	<u>128.484</u>	<u>109.876</u>
Amortisation and impairment losses at 1 January	3.920	106.230	95.129
Correction, January 1	(562)	0	0
Exchange adjustments	(112)	0	(12)
Amortisation for the year	868	11.280	14.635
Impairment loss	0	10.974	14.300
Reversal relating to disposals	<u>0</u>	<u>0</u>	<u>(23.928)</u>
Amortisation and impairment losses at 31 December	<u>4.114</u>	<u>128.484</u>	<u>100.124</u>
Carrying amount at 31 December	<u>425</u>	<u>0</u>	<u>9.752</u>

Notes

	Group	
	Other fixture and fittings, tools and equipment <u>KDKK</u>	Leasehold improvements <u>KDKK</u>
9. Property, plant and equipment		
Cost at 1 January	7.068	1.025
Exchange adjustments	(4)	0
Additions	721	30
Disposals	<u>(916)</u>	<u>0</u>
Cost at 31 December	<u>6.869</u>	<u>1.055</u>
Depreciation and impairment losses at 1 January	5.847	466
Exchange adjustments	(2)	0
Depreciation for the year	815	177
Reversal relating to disposals	<u>(916)</u>	<u>0</u>
Depreciation and impairment losses at 31 December	<u>5.744</u>	<u>643</u>
Carrying amount at 31 December	<u>1.125</u>	<u>412</u>

Notes

	2017 KDKK
10. Investment in group enterprises	
Cost at 1 January	202.511
Additions	<u>0</u>
Cost at 31 December	<u>202.511</u>
Value adjustments at 1 January	(145.918)
Exchange adjustments	(88)
Net profit/loss for the year	1.761
Net profit/loss for the year	(25.274)
Amortization of goodwill etc.	<u>(9.786)</u>
Value adjustments at 31 December	<u>(179.305)</u>
Carrying amount at 31 December	<u>23.206</u>
Remaining positive difference amount included in the above carrying amount at 31 December	<u>0</u>
Depreciation period in years	<u>N/A</u>

Investments in group enterprises comprise:

Name	Place of registered office	Share capital KDKK	Votes and ownership %
Unwire Communications ApS	Copenhagen, Denmark	321	100%
Unwire Payments & Mobility ApS	Copenhagen, Denmark	80	100%

Notes

Parent company			Group	
2016 KDKK	2017 KDKK		2017 KDKK	2016 KDKK
		11. Trade payables		
0	0	Trade Payables	14.004	13.240
<u>0</u>	<u>0</u>	Settlements payable	<u>5.411</u>	<u>9.257</u>
0	0		19.415	22.497
		12. Contracts of work in progress		
0	0	Selling price of production for the period	8.922	20.452
<u>0</u>	<u>0</u>	Payments received on account	<u>(5.417)</u>	<u>(6.533)</u>
0	0		3.505	13.919
		<i>Recognised in the balance sheet as follows:</i>		
0	0	Contract work in progress	3.805	14.534
<u>0</u>	<u>0</u>	Prepayments	<u>(300)</u>	<u>(615)</u>
0	0		3.505	13.919
<u>0</u>	<u>0</u>	Other prepayments received	<u>(1.027)</u>	<u>(951)</u>
0	0		2.478	12.968

13. Share capital

Share capital consists of 425,835 shares of a nominal value of DKK 1. The shares have not been divided into classes.

	<u>KDKK</u>
Changes in share capital in the past five financial years:	
Share capital January 1 2013	269
Capital increase December 2013	96
Capital increase February and December 2015	60
Capital increase February 2016	1
	<u>426</u>

Notes

Parent company

Group

<u>2016</u> <u>KDKK</u>	<u>2017</u> <u>KDKK</u>		<u>2017</u> <u>KDKK</u>	<u>2016</u> <u>KDKK</u>
14. Deferred tax liabilities				
Deferred tax can be allocated to the following items:				
0	0	Intangible assets	5.285	5.491
0	0	Property, plant and equipment	(13)	119
0	0	Transferred to tax accrual fund	159	226
0	0	Contract of work in progress	333	259
0	0	Deferred income	190	152
(2.819)	0	Tax loss carry-forward (asset)	(8.808)	(12.177)
<u>2.819</u>	<u>0</u>	Transferred to deferred tax asset	<u>2.854</u>	<u>5.930</u>
<u>0</u>	<u>0</u>		<u>0</u>	<u>0</u>

Deferred tax has been provided at 22% corresponding to the expected tax rate on realization.

15. Contingent assets, liabilities and other financial obligations

Lease obligations under operating leases. Total future lease Payments:

0	0	Within 1 year	1.410	2.199
<u>0</u>	<u>0</u>	Between 1 and 5 years	<u>0</u>	<u>19</u>
<u>0</u>	<u>0</u>		<u>1.410</u>	<u>2.218</u>

Security

The debt to the bank are secured by the following:

Pledge in Unwire Communication ApS assets of DKK 20 million

Miscellaneous

The group companies are jointly and severally liable for tax on the jointly taxed incomes etc of the Group. The total amount of corporation tax payable is disclosed in the Annual Report of Unwire Holding ApS, which is the management company of the joint taxation purposes. Moreover, the group companies are jointly and severally liable for Danish withholding taxes by way of dividend tax, tax on royalty payments and tax on unearned income. Any subsequent adjustments of corporation taxes and withholding taxes may increase the Company's liability.

Notes

16. Related parties and ownership

<u>Controlling interest</u>	<u>Basis</u>
LDE Holding 13 ApS, Gammeltorv 18, DK-1457 Copenhagen K	Shareholder in Unwire Holding ApS
<u>Other related parties</u>	<u>Basis</u>
Unwire Communication ApS	Subsidiary company
Unwire Payments & Mobility ApS	Subsidiary company
Unwire US Inc	Subsidiary company
Unwire Deutschland GmbH	Subsidiary company
InMoDo Intelligent Mobile Documentation AB	Subsidiary company
Unwire Sweden AB	Subsidiary company
Unwire AS	Subsidiary company
Jens Søndergaard	former Chief executive officer
Mads Peter Hytteballe Andersen	Chairman of the board
Niels Garde Toft	Board member
Russ Shaw	Board member

Transactions with related parties has been conducted in line with the arm's length principles.

Ownership

The following shareholders are recorded in the Company's register of shareholders as holding at least 5% of the votes or at least 5% of the share capital:

LDE Holding 13 ApS, Gammeltorv 18, DK-1457 Copenhagen K

Notes

	Group	
	<u>2017</u> <u>KDKK</u>	<u>2016</u> <u>KDKK</u>
17. Cash flow statement - adjustments		
Financial income	(1)	(784)
Financial expenses	608	1.223
Depreciation, amortisation and impairment losses etc.	53.133	33.919
Tax on profit/loss for the year	3.984	5.570
Exchange adjustment	<u>412</u>	<u>8</u>
	<u>58.136</u>	<u>39.936</u>
18. Working capital changes		
Change in receivables	7.409	(17.425)
Change in trade payables	<u>2.132</u>	<u>(3.525)</u>
	<u>9.541</u>	<u>(20.950)</u>
19. Cash and cash equivalents		
Cash	17.783	10.083
Bank, overdraft facility and creditcards	<u>(99)</u>	<u>(86)</u>
	<u>17.684</u>	<u>9.997</u>
20. Cash flow from other activities		
Cash flow from other activities relates to net payments regarding Settlement payables.		