

S-Connect ApS
Voldbjergvej 12 A, st.
8240 Risskov

CVR-number: 30 82 50 20

ANNUAL REPORT
1. juli 2022 - 30. juni 2023
(16. accounting year)

Approved at the annual General Meeting of the Company on October 2, 2023


Chairman of the meeting

TABLE OF CONTENTS

| | |
|--|----|
| Statements and reports | |
| Management's statement | 3 |
| Independent auditor's extended review report | 4 |
| Management commentary and other company details | |
| Company information | 6 |
| Financial statements 1. juli 2022 - 30. juni 2023 | |
| Accounting policies | 7 |
| Income statement | 10 |
| Balance sheet | 11 |
| Statement of changes in equity | 13 |
| Notes | 14 |



S-Connect ApS

MANAGEMENT'S STATEMENT

Today the Executive Board has discussed and approved the Annual Report of S-Connect ApS for the period 1. juli 2022 - 30. juni 2023.

The Annual Report has been prepared in conformity with the Financial Statements Act.

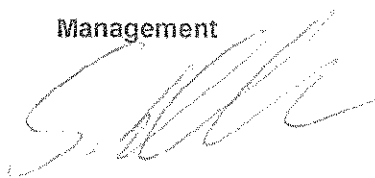
The unaudited Annual Report has been prepared in conformity with the Financial Statements Act. The Executive Board considers the conditions for not performing an audit to have been met.

In my opinion, the financial statements give a true and fair view of the Company's assets, equity, liabilities and financial position at 30. juni 2023 and of its financial performance for the period 1. juli 2022 - 30. juni 2023.

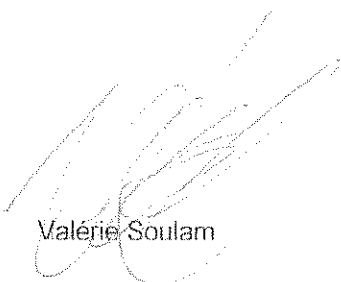
We recommend that the Annual Report be approved by the Annual General Meeting.

Risskov, October 2, 2023

Management



Sascha Klink



Valérie Soulam

S-Connect ApS

INDEPENDENT AUDITOR'S EXTENDED REVIEW REPORT

To the shareholders of S-Connect ApS Statement of Extended Review of the financial statements Conclusion

We have performed an extended review of the financial statements of S-Connect ApS for the financial period from 1. juli 2022 to 30. juni 2023, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in conformity with the Danish Financial Statements Act.

Based on the work performed, in our opinion, the financial statements give a true and fair view of the Company's financial position at 30. juni 2023 and of the results of the Company's operations for the financial period from 1. juli 2022 to 30. juni 2023 in conformity with the Danish Financial Statements Act.

Basis for conclusion

We conducted our extended review in accordance with the Danish Business Authority's Standard for Small Enterprises and FSR - Danish Auditors' standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section of our report.

We are independent of the company 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 and IESBA Code.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

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 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 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 company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures in order to obtain limited assurance for our conclusion on the financial statements and in addition perform specifically required supplementary procedures to obtain further assurance for our conclusion.

An extended review comprises procedures that primarily consist of making inquiries of Management and others within the Company, as appropriate, analytical procedures and the specifically required supplementary procedures as well as an evaluation of the evidence obtained.

The procedures performed in an extended review are less than those performed in an audit, and accordingly, we do not express an audit opinion on the financial statements.

S-Connect ApS

INDEPENDENT AUDITOR'S EXTENDED REVIEW REPORT

Statement on the Management's review

Management is responsible for the 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 extended review of the financial statements, our responsibility 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 our knowledge obtained during the extended review, or otherwise appears to be materially misstated.

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

Based on the work we have performed, we conclude that the Management's Review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Financial Statements Act. We did not identify any material misstatements in the Management's review.

Viby J, October 2, 2023

Revision 2 A/S

registrerede revisorer

CVR-nr. 16968137



Uffe S. Veigert

Registered public accountant

mne16532

S-Connect ApS

COMPANY INFORMATION

The Company

S-Connect ApS
Voldbjergvej 12 A, st.
8240 Risskov

Phone: 86 99 79 96
E-mail: valerie@s-connect.dk

CVR-no.: 30 82 50 20
Founded: 13. september 2007
Home: Aarhus
Financial year: 1. juli - 30. juni

Executive board

Sascha Klink
Valérie Soulam

Accountant

Revision 2 A/S
registrerede revisorer
Vestre Kongevej 4 E
8260 Viby J

S-Connect ApS

ACCOUNTING POLICIES

GENERAL INFORMATION

The financial statements of S-Connect ApS for the financial year 2022/23 have been prepared in conformity with the provisions of the Financial Statements Act on class B enterprises combined with a few rules on class C enterprises.

With reference to section 110 of the Financial Statements Act, no consolidated financial statements have been prepared because the Group enterprises do not exceed the amount limits.

The accounting policies applied in the financial statements are consistent with those of the previous year. The reporting currency is Danish kroner.

Recognition and measurement in general

The financial statements have been prepared under the historical cost convention.

Income is recognised in the income statement when earned. Value adjustments of financial assets and liabilities measured at fair value or amortised cost are also recognised in the income statement. Costs incurred to generate the earnings for the year are also recognised in the income statement, including amortisation, depreciation, impairment losses and provisions as well as reversals resulting from changed accounting estimates of amounts previously recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future financial benefits will flow to the Company and it is possible to obtain a reliable measurement of the individual assets.

Liabilities are recognised in the balance sheet when it is probable that future financial benefits will flow from the Company and it is possible to obtain a reliable measurement of the individual liabilities.

On initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item.

Certain financial assets and liabilities are measured at amortised cost, whereby a constant effective interest rate is recognised over the life of the individual asset or liability. Amortised cost is determined as original cost less any repayments and with the addition/deduction of the accumulated amortisation of the difference between cost and nominal amount.

Anticipated losses and risks arising before the presentation of the financial statements and confirming or disconfirming facts and circumstances known at the reporting date are taken into consideration at recognition and measurement.

The functional currency used is Danish kroner. All other currencies are considered foreign currencies.

INCOME STATEMENT

General information

Certain income and expenses have been aggregated in the item designated 'Gross profit' with reference to section 32 of the Financial Statements Act.

Gross profit

Gross profit is a combination of the items of 'Revenue', 'Change in inventories of finished goods, work in progress and goods for resale', 'Other operating income', 'Cost of raw materials and consumables' and 'Other external costs'.

S-Connect ApS

ACCOUNTING POLICIES

Revenue

Revenue from the sale of goods for resale and finished goods is recognised in the income statement if the goods have been delivered and the risk has passed to the buyer before year-end. Revenue is recognised exclusive of VAT and net of sales discounts.

Other external expenses

Other external expenses include costs for sales, advertising, administration, premises, bad debts, rental expenses under operating leases, etc.

Staff costs

Staff costs include wages, salaries and other pay-related costs, such as sickness benefits for enterprise employees less wage/salary reimbursement from the Government.

Financial income and expenses

Financial income and expenses are recognised in the income statement based on the amounts which relate to the financial year. Financial income and expenses include interest revenue and expenses, realised and unrealised capital gains and losses on transactions in foreign currencies, and surcharges and allowances under the tax prepayment scheme.

Tax on net profit for the year

Tax for the year comprises current tax and changes in deferred tax. The share attributable to the profit or loss for the year is recognised in the income statement, and the share attributable directly to equity is recognised directly in equity.

Any change in deferred tax as a result of changes in the tax rate, the share attributable to the profit is recognised in the income statement, and the share attributable directly to equity is recognised directly in equity.

The Company and the other jointly taxed entities of the Group are jointly and severally liable for the payment of corporate income taxes and withholding taxes.

BALANCE SHEET

Equipment

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



S-Connect ApS

ACCOUNTING POLICIES

| | <u>User time</u> | <u>Residual value</u> |
|---------------------|------------------|-----------------------|
| Tools and equipment | 2 year | 0 % |

Gains or losses arising from the disposal of and equipment are determined as the difference between the selling price less selling costs and the carrying amounts at the time of sale. Gains or losses are recognised in the income statement as other operating income or other operating expense.

Impairment losses relating to non-current assets

The carrying amounts of intangible assets and property plant and 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.

Inventories

The cost of goods for resale, raw materials and consumables is the landed cost.

Receivables

Receivables are measured at amortised cost, which normally corresponds to the nominal value. The value is reduced by an allowance for expected impairment losses.

Impairment of accounts receivable past due is established on individual assessment of receivables.

Payables

Other payables, comprising trade payables and amounts owed to Group enterprises and associates and other accounts payable, are measured at amortised cost, which normally corresponds to the nominal value.



S-Connect ApS

INCOME STATEMENT
1. JULI 2022 - 30. JUNI 2023

| | 2022/23 | 2021/22 |
|---|------------------|------------------|
| GROSS PROFIT | 3.109.180 | 2.419.507 |
| 1 Staff costs | (1.774.866) | (1.238.033) |
| OPERATING PROFIT OR LOSS | 1.334.314 | 1.181.474 |
| Other financial income | 7.411 | 0 |
| Financial expenses arising from Group enterprises | (70.103) | (24.557) |
| Other financial expenses | (10.480) | (21.664) |
| PROFIT OR LOSS BEFORE TAX | 1.261.142 | 1.135.253 |
| Tax on net profit for the year | (277.451) | (249.756) |
| PROFIT OR LOSS FOR THE YEAR | 983.691 | 885.497 |
| PROPOSED DISTRIBUTION OF NET PROFIT | | |
| Proposed dividends for the year | 0 | 500.000 |
| Retained earnings | 983.691 | 385.497 |
| SETTLEMENT OF DISTRIBUTION TOTAL | 983.691 | 885.497 |

S-Connect ApS

BALANCE SHEET AT 30. JUNI 2023
ASSETS

| | 2023 | 2022 |
|---|------------------|------------------|
| Other plant, fixtures and operating equipment | 0 | 0 |
| Property, plant and equipment | 0 | 0 |
| Deposits..... | 28.445 | 24.438 |
| Investments..... | 28.445 | 24.438 |
| NON-CURRENT ASSETS | 28.445 | 24.438 |
| Finished goods and goods for resale | 655.312 | 1.050.439 |
| Inventories | 655.312 | 1.050.439 |
| Trade receivables | 2.191.931 | 3.279.375 |
| Receivables..... | 2.191.931 | 3.279.375 |
| Cash..... | 4.019.879 | 781.571 |
| CURRENT ASSETS..... | 6.867.122 | 5.111.385 |
| ASSETS | 6.895.567 | 5.135.823 |



S-Connect ApS

BALANCE SHEET AT 30. JUNI 2023
EQUITY AND LIABILITIES

| | 2023 | 2022 |
|--|------------------|------------------|
| Contributed capital..... | 125.000 | 125.000 |
| Retained earnings | 2.055.037 | 1.071.346 |
| Proposed dividends for the year..... | 0 | 500.000 |
| EQUITY | 2.180.037 | 1.696.346 |
| Trade creditors | 1.554.076 | 1.530.742 |
| Amounts owed to group enterprises..... | 1.283.568 | 733.215 |
| Corporate income tax | 0 | 0 |
| Payable joint taxation contribution..... | 277.451 | 0 |
| Other accounts payable..... | 1.600.435 | 1.175.520 |
| Short-term payables | 4.715.530 | 3.439.477 |
| PAYABLES | 4.715.530 | 3.439.477 |
| EQUITY AND LIABILITIES..... | 6.895.567 | 5.135.823 |

- 2 Contractual obligations and contingent items, etc.
- 3 Charges and securities

S-Connect ApS

STATEMENT OF CHANGES IN EQUITY

| | 2023 | 2022 |
|--|------------------|------------------|
| Contributed capital opening..... | 125.000 | 125.000 |
| Contributed capital closing balance..... | 125.000 | 125.000 |
| Retained earnings at beginning of period..... | 1.071.346 | 685.849 |
| Profit or loss for the year | 983.691 | 885.497 |
| Proposed dividend for the year | 0 | (500.000) |
| Retained earnings closing balance | 2.055.037 | 1.071.346 |
| Proposed dividends for the year opening..... | 500.000 | 0 |
| Proposed dividend for the year | 0 | 500.000 |
| Dividends distributed | (500.000) | 0 |
| Proposed dividends for the year closing balance | 0 | 500.000 |
| EQUITY | 2.180.037 | 1.696.346 |



S-Connect ApS

NOTES

| | 2022/23 | 2021/22 |
|-----------------------------------|-------------------------|-------------------------|
| 1 Staff costs | | |
| Number of people employed | 3 | 3 |
| Wages and salaries | 1.678.606 | 929.160 |
| Pensions | 75.748 | 288.593 |
| Other social security costs | 20.512 | 20.280 |
| Staff costs total | <u><u>1.774.866</u></u> | <u><u>1.238.033</u></u> |

2 Contractual obligations and contingent items, etc.

There are no contractual obligations and contingent items, etc.

The Company is assessed for tax purposes jointly with other domestic enterprises of the S-Connect Group. As a wholly-owned subsidiary, the Company and the other companies participating in joint taxation are fully, jointly and severally liable for Danish corporate income taxes and withholding taxes on dividends, interests and royalties payable by the jointly taxed companies.

3 Charges and securities

There are no charges and securities.