



Aarhus Geophysics ApS

Voldbjergvej 14 A, 1.
8240 Risskov
CVR No. 32089135

Annual report 2019

The Annual General Meeting adopted the
annual report on 18.05.2020

Andrea Viezzoli
Conductor

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Entity details

Entity

Aarhus Geophysics ApS
Voldbjergvej 14 A, 1.
8240 Risskov

CVR No.: 32089135
Registered office: Aarhus
Financial year: 01.01.2019 - 31.12.2019

Board of Directors

Niels-Peter Jensen, Chairman
Henrik Ekkert Sabra
Andrea Viezzoli

Executive Board

Andrea Viezzoli, CEO

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
City Tower, Værkmestergade 2
8000 Aarhus C

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of Aarhus Geophysics ApS for the financial year 01.01.2019 - 31.12.2019.

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 Entity's financial position at 31.12.2019 and of the results of its operations for the financial year 01.01.2019 - 31.12.2019.

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.

Risskov, 18.05.2020

Executive Board

Andrea Viezzoli
CEO

Board of Directors

Niels-Peter Jensen
Chairman

Henrik Ekkert Sabra

Andrea Viezzoli

Independent auditor's extended review report

To the shareholders of Aarhus Geophysics ApS

Conclusion

We have performed an extended review of the financial statements of Aarhus Geophysics ApS for the financial year 01.01.2019 - 31.12.2019, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2019 and of the results of its operations for the financial year 01.01.2019 - 31.12.2019 in accordance with the Danish Financial Statements Act.

Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity 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 evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

Management's responsibilities 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 Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting 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 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 to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity

personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

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

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, 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 commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the extended review 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 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.

Aarhus, 18.05.2020

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Torben Rohde Pedersen

State Authorised Public Accountant
Identification No (MNE) mne33801

Management commentary

Primary activities

The Company's primary activity is to develop and sell software used in analysing geophysical measurements as well as any related activities.

Development in activities and finances

The profit for the year amounts to DKK 594 thousand, which Management does consider satisfactory.

Events after the balance sheet date

The outbreak of the pandemic COVID-19 took place after the balance sheet date. It is difficult to assess how this will affect the Company's financial position and development.

Income statement for 2019

	Notes	2019 DKK	2018 DKK
Gross profit/loss		1,496,166	1,112,553
Staff costs	1	(719,448)	(741,428)
Operating profit/loss		776,718	371,125
Other financial income	2	2,449	1,315
Other financial expenses	3	(11,718)	(21,962)
Profit/loss before tax		767,449	350,478
Tax on profit/loss for the year	4	(173,830)	(75,539)
Profit/loss for the year		593,619	274,939
Proposed distribution of profit and loss			
Ordinary dividend for the financial year		450,000	100,000
Retained earnings		143,619	174,939
Proposed distribution of profit and loss		593,619	274,939

Balance sheet at 31.12.2019

Assets

	Notes	2019 DKK	2018 DKK
Trade receivables		1,080,657	842,591
Receivables		1,080,657	842,591
Other investments		25,773	23,739
Other investments		25,773	23,739
Cash		1,432,042	1,206,706
Current assets		2,538,472	2,073,036
Assets		2,538,472	2,073,036

Equity and liabilities

	Notes	2019 DKK	2018 DKK
Contributed capital		61,250	61,250
Retained earnings		818,028	674,409
Proposed dividend		450,000	100,000
Equity		1,329,278	835,659
Bank loans		995	3,430
Trade payables		73,037	51,454
Income tax payable		247,522	81,692
Other payables		446,827	163,922
Deferred income	5	440,813	936,879
Current liabilities other than provisions		1,209,194	1,237,377
Liabilities other than provisions		1,209,194	1,237,377
Equity and liabilities		2,538,472	2,073,036

Statement of changes in equity for 2019

	Contributed capital DKK	Retained earnings DKK	Proposed dividend DKK	Total DKK
Equity beginning of year	61,250	674,409	100,000	835,659
Ordinary dividend paid	0	0	(100,000)	(100,000)
Profit/loss for the year	0	143,619	450,000	593,619
Equity end of year	61,250	818,028	450,000	1,329,278

Notes

1 Staff costs

	2019	2018
	DKK	DKK
Wages and salaries	608,337	632,086
Pension costs	109,080	108,954
Other social security costs	2,031	388
	719,448	741,428
Average number of full-time employees	1	1

2 Other financial income

	2019	2018
	DKK	DKK
Exchange rate adjustments	0	1,315
Fair value adjustments	2,034	0
Other financial income	415	0
	2,449	1,315

3 Other financial expenses

	2019	2018
	DKK	DKK
Other interest expenses	7,679	7,778
Exchange rate adjustments	4,039	9,447
Fair value adjustments	0	4,737
	11,718	21,962

4 Tax on profit/loss for the year

	2019	2018
	DKK	DKK
Current tax	173,830	81,692
Adjustment concerning previous years	0	(6,153)
	173,830	75,539

5 Deferred income

Deferred income consists of grants received accrued over the grant period.

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 certain provisions for reporting class C.

The accounting policies applied to these 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.

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 rate in effect at the payment date, or the rate at the balance sheet date, are recognised in the income statement as financial income or financial expenses.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, work in progress, other operating income and 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 operating income

Other operating income comprises income of a secondary nature as viewed in relation to the Entity's primary activities.

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.

Staff costs

Staff costs comprise salaries and wages as well as social security contributions, pension contributions, etc for entity staff.

Other financial income

Other financial income comprises interest income and net capital or exchange gains on transactions in foreign currencies etc.

Other financial expenses

Other financial expenses comprise interest expenses and net capital or exchange losses on 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**Receivables**

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

Other investments

Other current asset investments comprise listed securities measured at fair value (market price) at the balance sheet date.

Cash

Cash comprises bank deposits.

Dividend

Dividend is recognised as a liability at the time of adoption at the general meeting. Proposed dividend for the financial year is disclosed as a separate item in equity. Extraordinary dividend adopted in the financial year is recognised directly in equity when distributed and disclosed as a separate item in Management's proposal for distribution of profit/loss.

Other financial liabilities

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

Income tax receivable or payable

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.

Deferred income

Deferred income comprises income received for recognition in subsequent financial years. Deferred income is measured at cost.