

Silmeco ApS

Kenny Drews Vej 101, 3. 3.
2450 København SV
Denmark

CVR no. 32 33 79 10

Annual report for the period 1 July 2020 – 30 June 2021

The annual report was presented and approved at
the Company's annual general meeting on

14 December 2021

Tomas Rindzevicius
Chairman

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Statement by the Executive Board

The Executive Board has today discussed and approved the annual report of Silmeco ApS for the financial year 1 July 2020 – 30 June 2021.

The annual report, which has not been audited, is presented in accordance with the Danish Financial Statements Act.

In my opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 30 June 2021 and of the results of the Company's operations for the financial year 1 July 2020 – 30 June 2021.

Further, in my opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

I recommend that the annual report be approved at the annual general meeting.

Copenhagen, 14 December 2021
Executive Board:

Tomas Rindzevicius

Management confirms that the Company fulfills the requirements to be exempt of audit.



Auditor's report on the compilation of financial statements

To the Management of Silmeco ApS

We have compiled the financial statements of Silmeco ApS for the financial year 1 July 2020 – 30 June 2021 based on the Company's bookkeeping records and other information provided by you.

The financial statements comprise income statement, balance sheet, statement of changes in equity and notes, including accounting policies.

We performed our work in accordance with ISRS 4410 *Engagements to Compile Financial Statements*.

We have applied our professional expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with the independence and other ethical requirements of the IESBA Codes of Ethics, which is based on fundamental principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion as to whether these financial statements are prepared in accordance with the Danish Financial Statements Act.

Copenhagen, 14 December 2021

KPMG

Statsautoriseret Revisionspartnerselskab
CVR no. 25 57 81 98

Morten Høgh-Petersen
State Authorised
Public Accountant
mne34283

Silmeco ApS
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Management's review

Company details

Silmeco ApS
Kenny Drews Vej 101, 3. 3.
2450 København SV
Denmark

CVR no.:	32 33 79 10
Established:	29 April 2013
Registered office:	Copenhagen
Financial year:	1 July – 30 June

Executive Board

Tomas Rindzevicius

Management's review

Operating review

Principal activities

The purpose of the Company is to develop computer-chips for high technology environments.

Development in activities and financial position

The Company's income statement for 2020/21 shows a profit of DKK 497,583 as against DKK 544,022 in 2019/20. Equity in the Company's balance sheet at 30 June 2021 stood at DKK 1,460,714 as against DKK 963,131 at 30 June 2020.

Events after the balance sheet date

After the balance sheet date, no events have occurred, which could effect the presentation of these financial statements.

Financial statements 1 July – 30 June

Income statement

DKK	Note	2020/21	2019/20
Gross profit		1,153,716	696,507
Staff costs	2	<u>-620,823</u>	<u>0</u>
Profit before financial income and expenses		532,893	696,507
Other financial income		3,383	4,128
Other financial expenses		<u>-38,693</u>	<u>-3,171</u>
Profit before tax		497,583	697,464
Tax on profit for the year	3	<u>0</u>	<u>-153,442</u>
Profit for the year		<u>497,583</u>	<u>544,022</u>
Proposed profit appropriation			
Reserve for development costs		804,659	0
Retained earnings		<u>-307,076</u>	<u>544,022</u>
		<u>497,583</u>	<u>544,022</u>

Financial statements 1 July – 30 June

Balance sheet

DKK	Note	30/6 2021	30/6 2020
ASSETS			
Fixed assets			
Intangible assets			
Development projects in progress		<u>1,031,615</u>	<u>0</u>
Investments			
Deposits		<u>8,853</u>	<u>0</u>
Total fixed assets		<u>1,040,468</u>	<u>0</u>
Current assets			
Receivables			
Trade receivables		63,910	22,255
Other receivables		<u>99,378</u>	<u>39,093</u>
		<u>163,288</u>	<u>61,348</u>
Cash at bank and in hand		<u>3,809,575</u>	<u>1,182,850</u>
Total current assets		<u>3,972,863</u>	<u>1,244,198</u>
TOTAL ASSETS		<u><u>5,013,331</u></u>	<u><u>1,244,198</u></u>

Financial statements 1 July – 30 June

Balance sheet

DKK	Note	30/6 2021	30/6 2020
EQUITY AND LIABILITIES			
Equity			
Contributed capital		80,000	80,000
Reserve for development costs		804,659	0
Retained earnings		<u>576,055</u>	<u>883,131</u>
Total equity		<u>1,460,714</u>	<u>963,131</u>
Provisions			
Other provisions		<u>3,065,142</u>	<u>0</u>
Total provisions		<u>3,065,142</u>	<u>0</u>
Liabilities other than provisions			
Non-current liabilities other than provisions			
Corporation tax		<u>0</u>	<u>153,442</u>
Current liabilities other than provisions			
Other credit institutions, current liabilities		3,386	0
Payables to group entities		4,000	4,000
Corporation tax		162,972	93,623
Other payables		<u>317,117</u>	<u>30,002</u>
		<u>487,475</u>	<u>127,625</u>
Total liabilities other than provisions		<u>487,475</u>	<u>281,067</u>
TOTAL EQUITY AND LIABILITIES		<u><u>5,013,331</u></u>	<u><u>1,244,198</u></u>
Contractual obligations, contingencies, etc.	4		

Financial statements 1 July – 30 June

Statement of changes in equity

DKK	<u>Contributed capital</u>	<u>Reserve for development costs</u>	<u>Retained earnings</u>	<u>Total</u>
Equity at 1 July 2020	80,000	0	883,131	963,131
Transferred over the profit appropriation	<u>0</u>	<u>804,659</u>	<u>-307,076</u>	<u>497,583</u>
Equity at 30 June 2021	<u>80,000</u>	<u>804,659</u>	<u>576,055</u>	<u>1,460,714</u>

Financial statements 1 July – 30 June

Notes

1 Accounting policies

The annual report of Silmeco ApS for 2020/21 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act with opt-in from higher reporting classes.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

Foreign currency translation

Receivables, payables and other monetary items denominated in foreign currencies are translated at the exchange rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the latest financial statements is recognised in the income statement as financial income or financial expenses.

Income statement

Gross profit

Pursuant to section 32 of the Danish Financial Statements Act, the Company has decided only to disclose gross profit.

Revenue

Income from the sale of goods, is recognised in revenue when delivery and transfer of risk to the buyer have taken place, and the income may be measured reliably and is expected to be received. The date of transfer of the most significant benefits and risks is determined using standard Incoterms © 2010.

Revenue from the sale of goods where installation is a condition for significant risks being considered to have been transferred to the buyer is recognised as revenue when installation has been completed.

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. All discounts granted are recognised in revenue.

Other external costs

Other external costs comprise distribution costs and costs related to sales, sales campaigns, administration, office premises, operating leases, etc.

Staff costs

Staff costs comprise wages and salaries, including holiday allowance, pension and other social security costs, etc., to the Company's employees, excluding reimbursements from public authorities.

Financial income and expenses

Financial income and expenses comprise interest income and expense.

Financial statements 1 July – 30 June

Notes

1 Accounting policies (continued)

Tax on profit for the year

Tax for the year comprises current corporation tax for the year and changes in deferred tax, including changes in tax rates. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

Balance sheet

Intangible assets

Development projects

Development costs comprise costs, wages and salaries directly and indirectly attributable to development activities.

Investments

Deposits are recognised at amortised cost.

Receivables

Receivables are measured at amortised cost.

Write-down is made for bad debt losses where there is an objective indication that a receivable or a portfolio of receivables has been impaired. If there is an objective indication that an individual receivable has been impaired, write-down is made on an individual basis.

Equity

Reserve for development costs

The reserve for development costs comprises capitalised development costs. The reserve cannot be used for dividends, distribution or to cover losses. If the recognised development costs are sold or in other ways excluded from the Company's operations, the reserve will be dissolved and transferred directly to the distributable reserves under equity. If the recognised development costs are written down, the part of the reserve corresponding to the write-down of the development costs will be reversed. If a write-down of development costs is subsequently reversed, the reserve will be re-established. The reserve is reduced by amortisation of capitalised development costs on an ongoing basis.

Financial statements 1 July – 30 June

Notes

1 Accounting policies (continued)

Provisions

Provisions comprise anticipated costs. Provisions are recognised when, as a result of past events, the Company has a legal or a constructive obligation, and it is probable that there may be outflow of resources embodying economic benefits to settle the obligation. Provisions are measured at value in use.

Warranties comprise obligations to make good any defects within the warranty period. Provisions are recognised based on the Company's experience with warranties. Provisions expected to be maintained for more than one year from the balance sheet date are discounted at a rate reflecting risk and the due date for payment.

When it is probable that total costs will exceed total income from a construction contract, the total projected loss on the work is recognised as a provision. The provision is recognised as production costs.

Corporation tax and deferred tax

Current tax payable and receivable is recognised in the balance sheet as tax computed on the taxable income for the prior year, adjusted for tax paid on account.

Non-current tax payable is recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax paid on account.

Liabilities

Other liabilities are measured at net realisable value.

Financial statements 1 July – 30 June

Notes

DKK	<u>2020/21</u>	<u>2019/20</u>
2 Staff costs		
Wages and salaries	907,270	0
Other social security costs	4,103	0
Herof capitalised as development costs	<u>-290,550</u>	<u>0</u>
Total staff costs	<u><u>620,823</u></u>	<u><u>0</u></u>
Average number of full-time employees	<u><u>1</u></u>	<u><u>1</u></u>
3 Tax on profit for the year		
Current tax for the year	<u>0</u>	<u>153,442</u>
	<u><u>0</u></u>	<u><u>153,442</u></u>
4 Contractual obligations, contingencies, etc.		

Joint taxation

The Company is jointly taxed with the group of Danish subsidiaries. The administrative company, Silmeco Holding ApS, together with the group of Danish subsidiaries included in the joint taxation, the Company has joint and several unlimited liability for Danish corporation taxes and withholding taxes on dividends and interest. Any subsequent corrections of the taxable income subject to joint taxation or withholding taxes on dividends, interest and royalties may entail that the Company's liability will increase.