



**Acacia Communications Europe
ApS**

Lautrupsgade 7
2100 København Ø
CVR No. 32570127

Annual report 2021

The Annual General Meeting adopted the
annual report on 26.05.2022

Evan Barry Sloves

Chairman of the General Meeting

Contents

Entity details	2
Statement by Management	3
The independent auditor's compilation report	4
Management commentary	5
Income statement for 2021	6
Balance sheet at 31.12.2021	7
Statement of changes in equity for 2021	9
Notes	10
Accounting policies	11

Entity details

Entity

Acacia Communications Europe ApS
Lautrupsgade 7
2100 København Ø

Business Registration No.: 32570127
Registered office: København
Financial year: 01.01.2021 - 31.12.2021

Executive Board

Evan Barry Sloves
Graham Rae Allan

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Dokken 8
6701 Esbjerg

Statement by Management

The Executive Board has today considered and approved the annual report of Acacia Communications Europe ApS for the financial year 01.01.2021 - 31.12.2021.

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 31.12.2021 and of the results of its operations for the financial year 01.01.2021 - 31.12.2021.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We consider the preconditions for not auditing the financial statements for the financial year 01.01.2021 - 31.12.2021 as complied with.

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

California, 26.05.2022

Executive Board

Evan Barry Sloves

Graham Rae Allan

The independent auditor's compilation report

To Management of Acacia Communications Europe ApS

We have compiled the financial statements of Acacia Communications Europe ApS for the financial year 01.01.2021 - 31.12.2021 based on the Entity's bookkeeping records and other information Management has provided.

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

We performed this compilation engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist Management in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions of the Danish Public Accountants Act and FSR – Danish Auditors' Code of Conduct for professional accountants, including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile the financial statements are Management's responsibility.

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

Esbjerg, 26.05.2022

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Peder Rene Pedersen

State Authorised Public Accountant
Identification No (MNE) mne23334

Management commentary

Primary activities

The activities consist of development of equipment for data transmission and related business.

Development in activities and finances

The result for the financial year 2021 was a loss of 2.190 t.kr. compared to a profit of 111 t.kr. in 2020.

Foreign branches

Acacia Communications Europe ApS have a representative office in Thailand to provide inspection and quality control support to its contract manufacturers. The Thailand entity is set up as a legal branch of Acacia Communications Europe ApS.

Income statement for 2021

	Notes	2021 DKK	2020 DKK
Gross profit/loss		(121,048)	10,228,401
Staff costs	1	(3,096,585)	(9,383,277)
Operating profit/loss		(3,217,633)	845,124
Other financial income		1,122,895	30
Other financial expenses		(95,302)	(702,059)
Profit/loss before tax		(2,190,040)	143,095
Tax on profit/loss for the year	2	0	(32,162)
Profit/loss for the year		(2,190,040)	110,933
Proposed distribution of profit and loss			
Retained earnings		(2,190,040)	110,933
Proposed distribution of profit and loss		(2,190,040)	110,933

Balance sheet at 31.12.2021

Assets

	Notes	2021 DKK	2020 DKK
Receivables from group enterprises		60,007,882	21,832,548
Other receivables		7,463	976,698
Income tax receivable		40,000	27,838
Prepayments		0	105,058
Receivables		60,055,345	22,942,142
Cash		3,712,631	666,413
Current assets		63,767,976	23,608,555
Assets		63,767,976	23,608,555

Equity and liabilities

	Notes	2021 DKK	2020 DKK
Contributed capital		125,000	125,000
Retained earnings		62,189,652	21,281,191
Equity		62,314,652	21,406,191
Other payables		0	599,571
Non-current liabilities other than provisions		0	599,571
Trade payables		0	43,817
Payables to group enterprises		740,050	42,173
Other payables		713,274	1,516,803
Current liabilities other than provisions		1,453,324	1,602,793
Liabilities other than provisions		1,453,324	2,202,364
Equity and liabilities		63,767,976	23,608,555

Group relations

3

Statement of changes in equity for 2021

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	125,000	21,281,191	21,406,191
Group contributions etc	0	43,098,501	43,098,501
Profit/loss for the year	0	(2,190,040)	(2,190,040)
Equity end of year	125,000	62,189,652	62,314,652

Notes

1 Staff costs

	2021	2020
	DKK	DKK
Wages and salaries	3,095,282	9,381,180
Other social security costs	1,303	2,097
	3,096,585	9,383,277
Average number of full-time employees	4	8

2 Tax on profit/loss for the year

	2021	2020
	DKK	DKK
Current tax	0	32,162
	0	32,162

3 Group relations

Name and registered office of the Parent preparing consolidated financial statements for the smallest group:
Cisco Systems Inc 300 East Tasman Dr, San Jose, CA 95134, USA

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 financial statements are consistent with those applied last year.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the previous month end exchange rate. 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.

When recognising foreign subsidiaries that are integral entities, monetary assets and liabilities are translated using the exchange rates at the balance sheet date. Non-monetary assets and liabilities are translated at the exchange rate at the time of acquisition or the time of any subsequent revaluation or writedown. The items of the income statement are translated at the average rates of the months; however, items deriving from non-monetary assets and liabilities are translated using the historical rates applicable to the relevant non-monetary items.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue less other external expenses.

Revenue

Revenue represents the amount of fee payable to the Company in respect of services provided during the year to other group companies. Revenue from service agreements is recognized linearly for the period of the service contract after vesting principle. 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 office supplies and travel 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 exchange gains on transactions in foreign currencies etc.

Other financial expenses

Other financial expenses comprise interest expenses and 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.

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 bank deposits.

Other financial liabilities

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