

EMDESIC TECHNOLOGY SOLUTIONS DENMARK APS

NIELS JERNES VEJ 10, 9220 AALBORG ØST

ANNUAL REPORT

1. OKTOBER 2016 - 31. MARTS 2018

**The Annual Report has been presented and
adopted at the Company's Annual General
Meeting on 31 August 2018**

Suneesh Thavarool Puthiyadath

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COMPANY DETAILS

Company

Emdesic Technology Solutions Denmark ApS
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9220 Aalborg Øst

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CVR no.: 33 06 66 35
Established: 6 July 2010
Registered Office: Aalborg
Financial Year: 1 October 2016 - 31 March 2018

Board of Executives

Suneesh Thavarool Puthiyadath
Deepak Narayan Ravindranathan Velekkat

STATEMENT BY BOARD OF EXECUTIVES

Today the Board of Executives have discussed and approved the Annual Report of Emdesic Technology Solutions Denmark ApS for the year 1 October 2016 - 31 March 2018.

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 the Company's financial position at 31 March 2018 and of the results of the the Company's operations for the financial year 1 October 2016 - 31 March 2018.

The Management's Review includes in our opinion a fair presentation of the matters dealt with in the review.

The board of executives remain of the opinion that the conditions for opting out of audit have been fulfilled.

We recommend the Annual Report be approved at the Annual General Meeting.

Aalborg, 24 August 2018

Board of Executives

Suneesh Thavarool Puthiyadath

Deepak Narayan Ravindranathan
Velekkat

MANAGEMENT'S REVIEW

Principal activities

The principal activity of Emdesic Technology Solutions Denmark ApS is to carry on product and software development and all business, which the Board of Directors deems is related hereto.

Development in activities and financial position

The results of the Company's operations during the year under review and the Company's financial position at the end of the fiscal year appear from the income statement and balance sheet.

Significant events after the end of the financial year

No events have occurred after the end of the financial year of material importance for the company's financial position.

INCOME STATEMENT 1 OCTOBER - 31 MARCH

	Note	2016/18 DKK	2015/17 DKK
GROSS PROFIT		3.459.700	1.655.032
Staff costs.....	1	-3.136.334	-2.339.131
Depreciation, amortisation and impairment.....		-4.842	-10.612
OPERATING PROFIT		318.524	-694.711
Other financial income.....		0	368
Other financial expenses.....		-4.066	-1.194
PROFIT BEFORE TAX		314.458	-695.537
Tax on profit/loss for the year.....	2	-69.087	153.196
PROFIT FOR THE YEAR		245.371	-542.341
PROPOSED DISTRIBUTION OF PROFIT			
Accumulated profit.....		245.371	-542.341
TOTAL		245.371	-542.341

BALANCE SHEET AT 31 MARCH

ASSETS	Note	2018 DKK	2017 DKK
Other plants, machinery, tools and equipment.....		0	4.842
Tangible fixed assets.....	3	0	4.842
FIXED ASSETS.....		0	4.842
Trade receivables.....		727.021	374.096
Deferred tax assets.....		80.376	149.336
Other receivables.....		48.030	172.699
Receivables corporation tax.....		0	10.000
Receivables.....		855.427	706.131
Cash and cash equivalents.....		355.820	181.571
CURRENT ASSETS.....		1.211.247	887.702
ASSETS.....		1.211.247	892.544
EQUITY AND LIABILITIES			
Share capital.....		80.000	80.000
Retained profit.....		188.041	-57.330
EQUITY.....	4	268.041	22.670
Trade payables.....		193.590	243.700
Other liabilities.....		749.616	626.174
Current liabilities.....		943.206	869.874
LIABILITIES.....		943.206	869.874
EQUITY AND LIABILITIES.....		1.211.247	892.544

NOTES

	2016/18 DKK	2015/17 DKK	Note
Staff costs			1
Average number of employees 5 (2015/17: 6)			
Wages and salaries.....	3.016.685	2.276.941	
Pensions.....	13.949	12.932	
Social security costs.....	23.043	24.014	
Other staff costs.....	82.657	25.244	
	3.136.334	2.339.131	
Tax on profit/loss for the year			2
Calculated tax on taxable income of the year.....	59	0	
Adjustment of tax for previous years.....	68	-178	
Adjustment of deferred tax.....	68.960	-153.018	
	69.087	-153.196	
Tangible fixed assets			3
		Other plants, machinery, tools and equipment	
Cost at 1 October 2016.....		45.490	
Cost at 31 March 2018.....		45.490	
Depreciation and write-down at 1 October 2016.....		40.648	
Depreciation for the year.....		4.842	
Depreciation and write-down at 31 March 2018.....		45.490	
Equity			4
	Share capital	Retained profit	Total
Equity at 1 October 2016.....	80.000	-57.330	22.670
Proposed distribution of profit.....		245.371	245.371
Equity at 31 March 2018.....	80.000	188.041	268.041

ACCOUNTING POLICIES

The annual report of Emdesic Technology Solutions Denmark ApS for 2016/18 has been presented in accordance with the provisions of the Danish Financial Statements Act for enterprises in reporting class B.

Comparative figures

The comparative figures of the income statement are not comparable with the current year because the financial year 2016/18 covers 18 months, namely the period from 1 October 2016 to 31 March 2018, whereas the comparative figures cover a period of 12 months. The comparative figures cover the period from 1 October 2015 to 30 September 2016.

INCOME STATEMENT

Net revenue

Net revenue from sale of merchandise and finished goods is recognised in the Income Statement if supply and risk transfer to purchaser has taken place before the end of the year and if the income can be measured reliably and is expected to be received. Net revenue is recognised exclusive of VAT, duties and less discounts related to the sale.

Other external expenses

Other external expenses include cost of sales, advertising, administration, buildings, bad debts etc.

Staff costs

Staff costs comprise wages and salaries, including holiday pay and pensions and other costs for social security etc. for the company's employees. Repayments from public authorities are deducted from staff costs.

Financial income and expenses in general

Financial income and expenses include interest income and expenses, financial expenses of finance leases, realised and unrealised gains and losses arising from investments in financial assets, debt and transactions in foreign currencies etc. Financial income and expenses are recognised in the income statement by the amounts that relate to the financial year.

Tax on profit for the year

The tax for the year, which consists of the current tax for the year and changes in deferred tax, is recognised in the income statement by the portion that may be attributed to the profit for the year, and is recognised directly in the equity by the portion that may be attributed to entries directly to the equity.

BALANCE SHEET

Tangible fixed assets

Other plants, fixtures and equipment are measured at cost less accumulated depreciation and write-down.

The depreciation base is cost less estimated residual value after end of useful life.

The cost includes the acquisition price and costs incurred directly in connection with the acquisition until the time when the asset is ready to be used. As regards self-manufactured assets, the cost price includes cost of materials, components, subcontractors, direct payroll and indirect production costs.

Straight-line depreciation is provided on the basis of an assessment of the expected useful lives of the assets and their residual value:

	Useful life	Residual value
Other plants, fixtures and equipment.....	2-5 years	0 %

ACCOUNTING POLICIES

Profit or loss on disposal of tangible fixed assets is stated as the difference between the sales price less selling costs and the carrying amount at the time of sale. Profit or loss is recognised in the income statement as other operating income or other operating expenses.

Receivables

Receivables are measured at amortised cost which usually corresponds to nominal value. The value is reduced by write-down to meet expected losses.

Tax payable and deferred tax

Current tax liabilities and receivable current tax are recognised in the balance sheet as the calculated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and taxes paid on account.

Deferred tax is measured on the temporary differences between the carrying amount and the tax value of assets and liabilities.

Deferred tax assets, including the tax value of tax loss carry-forwards, are measured at the expected realisable value of the asset, either by set-off against tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity.

Deferred tax is measured on the basis of the tax rules and tax rates that under the legislation in force on the balance sheet date would be applicable when the deferred tax is expected to crystallise as current tax. Any changes in the deferred tax resulting from changes in tax rates, are recognised in the income statement, except from items recognised directly in equity.

Liabilities

Financial liabilities are recognised at the time of borrowing by the amount of proceeds received less borrowing costs.