

Unsilo A/S
Central Business Registration No
34612021
Inge Lehmannsgade 10
8000 Aarhus C

Annual report 2015

The Annual General Meeting adopted the annual report on 04.05.2016

Chairman of the General Meeting

Name: Thomas Redder Laursen

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Entity details

Entity

Unsilo A/S
Inge Lehmannsgade 10
8000 Aarhus C

Central Business Registration No: 34612021

Founded: 05.07.2012

Registered in: Aarhus

Financial year: 01.01.2015 - 31.12.2015

Board of Directors

Flemming Würtz Andersen

Lars Jensen

Mads Bredning Rydahl

Executive Board

Thomas Redder Laursen

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

City Tower, Værkmestergade 2

8000 Aarhus C

Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of Unsilo A/S for the financial year 01.01.2015 - 31.12.2015.

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 31.12.2015 and of the results of its operations for the financial year 01.01.2015 - 31.12.2015.

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.

Aarhus, 04.05.2016

Executive Board

Thomas Redder Laursen

Board of Directors

Flemming Würtz Andersen

Lars Jensen

Mads Bredning Rydahl

Independent auditor's reports

To the owners of Unsilo A/S

Report on the financial statements

We have audited the financial statements of Unsilo A/S for the financial year 01.01.2015 - 31.12.2015, which comprise the accounting policies, income statement, balance sheet, statement of changes in equity and notes. The financial statements are prepared in accordance with the Danish Financial Statements Act.

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.

Auditor's responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as the overall presentation of the financial statements.

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

Our audit has not resulted in any qualification.

Opinion

In our opinion, the financial statements give a true and fair view of the Company's financial position at 31.12.2015 and of the results of its operations for the financial year 01.01.2015 - 31.12.2015 in accordance with the Danish Financial Statements Act.

Independent auditor's reports

Statement on the management commentary

Pursuant to the Danish Financial Statements Act, we have read the management commentary. We have not performed any further procedures in addition to the audit of the financial statements.

On this basis, it is our opinion that the information provided in the management commentary is consistent with the financial statements.

Aarhus, 04.05.2016

Deloitte

Statsautoriseret Revisionspartnerselskab

Michael Bach
State Authorised Public Accountant

CVR-nr. 33963556

Management commentary

Primary activities

Unsilo's purpose is to develop a semantic-based search engine for researchers to discover relevant knowledge across different content sources hidden in domain-specific terminology.

Development in activities and finances

In 2015 UNSILO continued to successfully develop a unique software service based on an advanced and highly complex search and recommendation algorithm.

The number of clients within STM publishing have increased and the management are pleased with the financial result..

Events after the balance sheet date

No events have occurred after the balance sheet date to this date which would influence the evaluation of this annual report.

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 for 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 one 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. Intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue and external expenses.

Accounting policies

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 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.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses relating to intangible assets comprise amortisation, depreciation and impairment losses for the financial year, calculated on the basis of the residual values and useful lives of the individual assets and impairment testing as well as gains and losses from the sale of intangible assets.

Other financial expenses

Other financial expenses comprise interest expenses.

Income taxes

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.

The Entity is jointly taxed with all the Danish Parent. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

Balance sheet

Intellectual property rights etc

Intellectual property rights etc comprise development projects completed and in progress with related intellectual property rights, acquired intellectual property rights and prepayments for intangible assets.

Development projects on clearly defined and identifiable products and processes, for which the technical rate of utilisation, adequate resources and a potential future market or development opportunity in the enterprise can be established, and where the intention is to manufacture, market or apply the product or process in ques-

Accounting policies

tion, are recognised as intangible assets. Other development costs are recognised as costs in the income statement as incurred.

The cost of development projects comprises costs such as salaries and amortisation that are directly and indirectly attributable to the development projects.

Completed development projects are amortised on a straight-line basis using the estimated useful lives of the assets. The amortisation period is 5 years. For development projects protected by intellectual property rights, the maximum amortisation period is the remaining duration of the relevant rights. Development projects are written down to the lower of recoverable amount and carrying amount.

Receivables

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

Cash

Cash comprises bank deposits.

Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and tax-based value of assets and liabilities, for which the tax-based value of assets is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

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 calculated on this year's taxable income, adjusted for prepaid tax.

Income statement for 2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK</u>
Gross profit		6.604.815	1.469.941
Staff costs		(3.485.526)	(150.000)
Depreciation, amortisation and impairment losses	1	<u>(1.843.584)</u>	<u>0</u>
Operating profit/loss		1.275.705	1.319.941
Other financial expenses		<u>(664.129)</u>	<u>(821)</u>
Profit/loss from ordinary activities before tax		611.576	1.319.120
Tax on profit/loss from ordinary activities	2	<u>68.403</u>	<u>(399.230)</u>
Profit/loss for the year		<u>679.979</u>	<u>919.890</u>
Proposed distribution of profit/loss			
Retained earnings		<u>679.979</u>	<u>919.890</u>
		<u>679.979</u>	<u>919.890</u>

Balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK</u>
Completed development projects		7.374.334	0
Development projects in progress		<u>0</u>	<u>9.217.918</u>
Intangible assets	3	<u>7.374.334</u>	<u>9.217.918</u>
Fixed assets		<u>7.374.334</u>	<u>9.217.918</u>
Trade receivables		2.313.375	0
Other short-term receivables		167.748	22.512
Income tax receivable		<u>0</u>	<u>619.562</u>
Receivables		<u>2.481.123</u>	<u>642.074</u>
Cash		<u>3.497.193</u>	<u>1.847.903</u>
Current assets		<u>5.978.316</u>	<u>2.489.977</u>
Assets		<u><u>13.352.650</u></u>	<u><u>11.707.895</u></u>

Balance sheet at 31.12.2015

	<u>Notes</u>	<u>2015 DKK</u>	<u>2014 DKK</u>
Contributed capital	4	666.251	533.000
Retained earnings		<u>3.655.671</u>	<u>875.630</u>
Equity		<u>4.321.922</u>	<u>1.408.630</u>
Provisions for deferred tax		<u>1.620.000</u>	<u>2.106.000</u>
Provisions		<u>1.620.000</u>	<u>2.106.000</u>
Convertible, profit-yielding or dividend-yielding debt instruments		<u>6.202.315</u>	<u>7.771.509</u>
Non-current liabilities other than provisions		<u>6.202.315</u>	<u>7.771.509</u>
Income tax payable		430.984	0
Other payables	5	<u>777.429</u>	<u>421.756</u>
Current liabilities other than provisions		<u>1.208.413</u>	<u>421.756</u>
Liabilities other than provisions		<u>7.410.728</u>	<u>8.193.265</u>
Equity and liabilities		<u><u>13.352.650</u></u>	<u><u>11.707.895</u></u>

Statement of changes in equity for 2015

	Contributed capital DKK	Retained ear- nings DKK	Total DKK
Equity beginning of year	533.000	875.630	1.408.630
Increase of capital	133.251	2.100.062	2.233.313
Profit/loss for the year	0	679.979	679.979
Equity end of year	666.251	3.655.671	4.321.922

Notes

	2015 DKK	2014 DKK	
1. Depreciation, amortisation and impairment losses			
Amortisation of intangible assets	1.843.584	0	
	1.843.584	0	
	2015 DKK	2014 DKK	
2. Tax on ordinary profit/loss for the year			
Current tax	430.984	(618.770)	
Change in deferred tax for the year	(271.000)	1.018.000	
Effect of changed tax rates	(228.387)	0	
	(68.403)	399.230	
	Completed development projects DKK	Development projects in progress DKK	
3. Intangible assets			
Cost beginning of year	0	9.217.918	
Additions	9.217.918	(9.217.918)	
Cost end of year	9.217.918	0	
Amortisation for the year	(1.843.584)	0	
Amortisation and impairment losses end of year	(1.843.584)	0	
Carrying amount end of year	7.374.334	0	
	Number	Par value DKK	Nominal value DKK
4. Contributed capital			
Ordinary shares	666.251	1,00	666.251
	666.251		666.251
	2015 DKK	2014 DKK	2013 DKK
Changes in contributed capital			
Contributed capital beginning of year	533.000	533.000	0
Increase of capital	133.251	0	533.000
Contributed capital end of year	666.251	533.000	533.000

Notes

	2015	2014
	DKK	DKK
5. Other short-term payables		
Wages and salaries, personal income taxes, social security costs, etc. payable	125.811	88.585
Holiday pay obligation	344.628	266.893
Other costs payable	306.990	66.278
	777.429	421.756