Global Scanning A/S

Svanevang 2, 3450 Allerød
CVR nr. 34 61 31 41

Annual Report

for the financial period 1 January 2021 – 31 December 2021

9th financial year

Adopted at the Annual General Meeting of shareholders
on 5 July 2022

……………………………………

Chairman

Contents

Company details

Main office
Global Scanning A/S
Svanevang 2
3450 Allerød

Phone	+45 48 14 11 22
Fax	+45 48 14 01 22

Country of incorporation
Denmark

Board of Directors
Lars Peter Fredell (Chairman)
Mats Fredrik Sigurd Sjöstrand
Graham James Ohn Tinn

Executive Board
Aage Langkjær Snorgaard (CEO)

Shareholders holding 5% or more of the share capital or the voting rights	Percentage
Riddargatan SPV S AB	75,00%
Graham James Ohn Tinn	8,75%

Ultimative parent
Skandinaviska Kreditfonden AB, Sweden

Auditors
EY Godkendt Revisionspartnerselskab

Bankers
Nordea Bank Danmark A/S

Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have today discussed and approved the annual report of Global Scanning A/S for 2021.
The annual report has been prepared in accordance with International Financial Reporting Standards as adopted by the EU and additional requirements in The Danish Financial Statements Act.

In our opinion the consolidated financial statements and the parent company´s financial statements give a true and fair view of the financial position of the Group and the Parent Company at 31 December 2021 and of the results of their operations and cash flows for the financial year 1 January - 31 December 2021.

Further, in our opinion, the Management's Review gives a fair review of the development in the Group's and the Parent Company's operations and financial conditions, of the results for the year and of the financial position of the Group and the Parent Company, as well as a description of material risks and uncertainties facing the Group and the Parent Company.

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

Allerød, 5 July 2022
Executive board:

………………………………
Aage Langkjær Snorgaard
(CEO)

Board of Directors:

…………………………………	…………………………………	…………………………………
Lars Peter Fredell	Mats Fredrik Sigurd Sjöstrand	Graham James Ohn Tinn
Chairman		

Independent auditor's report

To the shareholders of Global Scanning A/S

Qualified opinion

We have audited the consolidated financial statements and the parent company financial statements of Global Scanning A/S for the financial year 1 January – 31 December 2021, which comprise income statement, statement of comprehensive income, balance sheet, statement of changes in equity, cash flow statement and notes, including accounting policies, for the Group and the Parent Company. The consolidated financial statements and the parent company financial statements are prepared in accordance with International Financial Reporting Standards as adopted by the EU and additional requirements of the Danish Financial Statements Act.

In our opinion, except for the effect of the matter described in the "Basis for the qualified opinion" section, the consolidated financial statements and the parent company financial statements give a true and fair view of the financial position of the Group and the Parent Company at 31 December 2021 and of the results of the Group's and the Parent Company's operations and cash flows for the financial year 1 January – 31 December 2021 in accordance with International Financial Reporting Standards as adopted by the EU and additional requirements of the Danish Financial Statements Act.

Basis for qualified opinion

The Group has in 2021 granted warrants to a number of employees. The value of the share-based payment has been recognised at an amount of USD'000 1,791, that has been presented in the income statement as "Special items" which is not in compliance with the International Financial Reporting Standards as adopted by the EU. In our opinion the share-based payment should have been presented as "administrative expenses" and thus part of operating income. Accordingly, operating income should have been reduced by USD'000 1,791.

Tax for the year, profit for the year and equity is not affected of the qualification above.

We conducted our audit in accordance with International Standards on Auditing (ISAs) and additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of the consolidated financial statements and the parent company financial statements" (hereinafter collectively referred to as "the financial statements") section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for ou qualified opinion.

Independence
We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

Statement on the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the Management's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the Management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the Management's review is in accordance with the 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's review.

Management's responsibilities for the financial statements

Management is responsible for the preparation of consolidated financial statements and parent company financial statements that give a true and fair view in accordance with International Financial Reporting Standards as adopted by the EU and additional requirements of 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 Group's and the Parent Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Group or the Parent Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance as to whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit conducted in accordance with ISAs and additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Group's and the Parent Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Parent Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and the Parent Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the financial statements, including the note disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Copenhagen, 5 July 2022
EY
Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28

Mogens Andreasen
State Authorised
Public Accountant
mne28603

Financial highlights

In USD thousands, except ratios, USD rate and number of employees.

Key figures group	**2021**	**2020**	**2019**	**2018**	**2017**
Profit & Loss					
Revenue	34.689	26.190	33.768	42.984	39.543
Operating result	1.875	(2.908)	(6.316)	65	3.360
Net financials	(4.801)	(7.579)	(1.590)	317	(5.177)
Net result for the year	(4.791)	(11.617)	(6.163)	771	(1.612)
Cash Flows					
Cash flows from operating activities	(248)	1.134	(2.257)	2.299	7.216
Cash flow to net investments	1.428	(814)	(2.198)	(4.415)	(3.641)
Hereoff investments in tangible assets	(55)	(167)	(239)	(229)	(690)
Net cash flow for the year	205	(388)	(555)	(572)	3.575
Cash and cash equivalents at year-end	1.743	1.538	1.926	2.481	3.053
Balance sheet					
Total equity	38.368	10.570	21.655	27.717	27.452
Total assets	51.857	48.635	56.926	59.937	59.619
Exchange rate per balance sheet date DKK/USD	6,56	6,06	6,65	6,52	6,21
Average number of employees	123	129	164	170	159

Key figures and ratio explanations and definitions

Financial ratios are calculated in accordance with the terms and definitions as described in note 1 Accounting policies.

Comparatives for 2017 are not restated following the implementation of IFRS 9 and 15 and comparatives for 2017 - 2018 are not restated following the implementation of IFRS 16.

Management´s Review

Group overview

The group´s objective is to maintain its position as the market leader in innovative and reliable 2D digital imaging solutions, and to establish itself as a player in the emerging 3D digital imaging marketplace.

Global Scanning A/S is the holding company for Global Scanning Denmark A/S and Global Scanning UK Ltd.

The Group develops, manufactures and markets large-format scanning solutions (2D) for the computer-aided design (CAD), geographic information systems (GIS), reprographic products, copy services and document archiving segments under the brand names of Contex and Colortrac respectively. The scanners digitally capture documents, drawings and other 2D input in order to view, edit, archive, convert or print output data.These 2D products are sold across the world through a value-add distribution network and via OEM agreements with major multinational enterprises within the Large Format Printing industry.

The Group has further established itself into the market related to 3D object scanning. The first two products, enabling the scanning of small objects in 3D, are Sol, a commodity product aimed at the Hobbyist / MakerSpace market and Sol Pro aimed at the professional market.

Result for the year

The Group´s revenue increased to USD 34,689 thousand from USD 26,190 thousand in 2020, which is above last years outlook of expected growth. The increase in revenue is mainly due to lesser impact from COVID-19 pandemic than last year.

The group operating profit showed a result of USD 1,875 thousand from a loss of USD 2,908 thousand in 2020.

The loss for the year before tax is USD 4,717 thousand against a loss of USD 10,487 thousand in 2020 and the net result for the year, is a loss of USD 4,791 thousand from a loss USD 11,617 thousand in 2020.

The warrants granted to employees in 2021 constitute an agreement solely between existing shareholders. No new shares will be issued by the company. There are no costs or liabilities for the company and management has recommended that the IFRS-calculated costs be shown under special items.

Capital structure

The balance sheet total at 31 December 2021 was USD 51,857 thousand compared to USD 48,635 thousand in 2020. Cash and cash equivalents at 31 December 2021 are positive by USD 1,743 thousand and the unused credit facilities including cash and cash equivalents total USD 1,769 thousand.

Movements in the DKK/USD and RMB/USD rate during 2021 have had a limited impact on the Group´s operating profit.

The Parents direct loan of USD 30,662 thousand (prevously demonited in SEK 235,000 thousand) has been converted into equity in October 2021.

The Group’s bank debt consists of a USD 0,9m (DKK 6m) overdraft facility in Denmark and USD 1,9m (RMB 12m) of short-term bank loans in China. The facility in Denmark is up for renewal in August 2022 and it is the assessment of management that the overdraft facilities will be renewed, as management has no indications of otherwise and the proces and timing for renewal is similar to previous years. The short-term bank loans in China comprise of two loans of USD 1,9m (RMB 12.0m). The loans was repaid Febraury 2022 and March 2022 and new loans of USD 0,6m (RMB 4.0m) and USD 0,9m (RMB 6.0m) was obtained in February 2022 and March 2022 for 6 months, the loan is respectively expected to be repaid at maturity in August 2022 and September 2022. It is the assessment of management that the loans will be renewed again in August 2022 and September 2022, as management has no indications of otherwise and the proces and timing for renewal is similar to previous years.

The Parent and the Group has intra-group loans to Scandinavian Credit Fund I AB (publ), owned 100% by Skandinaviska Kreditfonden AB of USD 2,6m. The Parent and the Group has after the year-end received waiver for payment of USD 2,0m of the loans until January and September 2023.

Research and development

Research and development expenses in 2021 amounted to USD 2,829 thousand (2020: USD 2,908 thousand) equal to 8,1% of the revenue (2020: 11.1%). The Group has, during the year, developed new product platforms for both scanners and software. Of the costs incurred USD 1,060 thousand was capitalized.
In 2021, R&D has focused on (1) developing and introducing new scanning platforms and software within 2D, covering the high segment productivity market, (2) enhancing the product offerings to OEM customers and (3) continuing development of 3D object scanning products for Scan Dimension- an easy-to-use, customer-operated, affordable system for 3D scanning of small objects.

The development will continue with a further strengthening of the product program.

Risk Management

At the Global Scanning group risk management is an integrated part of the operational activities with a view to reducing the uncertainty of the Company´s strategic objectives being met.

The key risks are summarized by the following main areas:

- Industry and market risks
- Financial risks (currency, interest rates, liquidity)
- Credit risks (financial institutions and commercial receivables)
- Environmental risks

A detailed description of the Company´s risks is provided in note 23. Financial risk – management objectives and policies.

<u>Industry and market risks</u>

Global Scanning Group minimizes industry and market risks through (1) using numerous routes to market under a number of different brands which include two own brands in parallel with OEM contracts with major global suppliers; (2) continuing to invest in research and development to ensure the company’s technology base and products are state-of-the-art; and (3) manufacturing in a low-cost environment to ensure products carry a low cost and can be competitively priced.

<u>Environmental risks</u>

Global Scanning Group manages risks concerning the environment by (1) ensuring the company’s manufacturing operations are fully compliant with relevant international standards and (2) ensuring that all of the company’s products meet relevant international standards.

Outlook

Global Scanning A/S has a strong global market position, including opportunities for further profitable growth. A continued focus on R&D investments will enhance the competitive advantages.

Based on the assumptions of (1) stable market conditions on the 2D scanning market and (2) unchanged F/X correlation between USD/SEK/DKK/RMB, the Group’s budget expects revenue to recover recover from the 2021 level and grow by approximately 10-15%, this growth is driven by a recovery from the 2020 Covid-19 pandemic. Further the companys expects the result before tax of around zero USD.

Subsequent events

In January 2022 the subsidiary Global Scanning Denmark A/S entered into a sale-lease-back agreement of the Group's headquarter in Allerød. The conditions in the agreement was not entirely finalized at the time of signing this annual report, but management expect a successful finalization within a few months.

No other post balance sheet events have occurred which could materially affect the assessment of the Group´s or the Parent Company's financial position.

Statement of profit and loss
for the year ended 31 December

		Group		Parent	
		2021	2020	2021	2020
	Notes	USD´000	USD´000	USD´000	USD´000
Revenue		34.689	26.190	0	0
Production costs	4	(26.298)	(20.567)	0	0
Gross profit		**8.391**	**5.623**	**0**	**0**
Distribution costs	4	(3.456)	(4.222)	0	0
Administrative costs	4	(3.118)	(3.739)	(1.226)	(978)
Other operating income / expenses	5	58	(570)	608	102
Operating result		**1.875**	**(2.908)**	**(618)**	**(876)**
Special items	4	(1.791)	0	0	0
Impairment investment in subsidiaries		0	0	(27.323)	0
Financial income	6	9	113	6.000	300
Financial expenses	7	(4.810)	(7.692)	(4.185)	(5.610)
Result before tax		**(4.717)**	**(10.487)**	**(26.126)**	**(6.186)**
Income taxes	8	(74)	(1.130)	500	(1.849)
Net result for the year		**(4.791)**	**(11.617)**	**(25.626)**	**(8.035)**

Statement of other comprehensive Income

		Group		Parent	
		2021	2020	2021	2020
	Notes	USD´000	USD´000	USD´000	USD´000
Net profit for the year		(4.791)	(11.617)	(25.626)	(8.035)
Other comprehensive income					
Other comprehensive income to be reclassified to profit and loss in subsequent periods					
Exchange differences on translation of foreign operations		135	532	0	0
Total comprehensive income for the year, net of tax		**(4.656)**	**(11.085)**	**(25.626)**	**(8.035)**

Balance sheet
at 31 December

		Group		Parent	
		2021	2020	2021	2020
	Notes	USD´000	USD´000	USD´000	USD´000
Assets					
Non-current assets					
Goodwill		28.602	28.602	0	0
Development costs		3.362	4.268	0	0
Customer relations		67	307	0	0
License rights and patents		1.519	1.604	0	0
Total intangible assets	9	33.550	34.781	0	0
Property, plant and equipment					
Land and buildings	10	1.195	1.323	0	0
Leasehold improvements	10	32	62	0	0
Plant and machinery	10	2	3	0	0
Other plant, operating equipment etc.	10	222	369	0	0
Right of use asset	11	641	987	0	0
Total property, plant and equipment		2.092	2.744	0	0
Financial assets					
Investments in subsidiaries	12	0	0	42.834	58.366
Receivable from group enterprises		0	0	0	0
Deferred tax assets	15	254	69	279	0
Other long term assets		175	282	0	0
Total financial assets		429	351	43.113	58.366
Total non-current assets		36.071	37.876	43.113	58.366
Current assets					
Inventories					
Raw materials and consumables		3.822	3.435	0	0
Finished goods		2.166	1.971	0	0
Total inventories	13	5.988	5.406	0	0
Receivables					
Trade receivables	14	6.245	3.281	0	0
Receivable from group enterprises		0	0	820	32
Other receivables		5	9	0	4
Income tax receivable	18	0	0	0	0
Prepayments		1.805	525	0	0
Total receivables		8.055	3.815	820	36
Cash and cash equivalents		1.743	1.538	0	0
Total current assets		15.786	10.759	820	36
Total assets		51.857	48.635	43.933	58.402

Balance sheet

at 31 December

		Group		Parent	
		2021	**2020**	**2021**	**2020**
	Notes	**USD´000**	**USD´000**	**USD´000**	**USD´000**
Equity and liabilities					
Shareholders´ equity					
Share capital		171	171	171	171
Share premium		72.334	41.671	72.334	41.671
Share based payment reserve		1.791	0	1.791	0
Reserve for foreign currency translation		667	532	0	0
Retained earnings		(37.105)	(31.804)	(37.840)	(11.704)
Proposed dividend		510	0	510	0
Total shareholders´equity		38.368	10.570	36.966	30.138
Liabilities other than provisions					
Deferred tax liabilities	15	0	0	0	0
Loan	16	0	26.358	0	26.358
Lease liabilities	11	379	711	0	0
Other non-current liabilities		466	627	41	0
Long-term liabilities other than provisions		845	27.696	41	26.358
Loan, short-term part	16	0	1.758	0	1.758
Bank debt	16	2.763	3.193	0	0
Lease liabilities		301	356	0	0
Trade payables		5.287	3.207	0	0
Income taxes payable	18	76	16	0	0
Debt to group enterprises		2.600	0	6.883	0
Other liabilities		1.617	1.839	43	148
Short-term liabilities		12.644	10.369	6.926	1.906
Total liabilities other than provisions		13.489	38.065	6.967	28.264
Total equity and liabilities		51.857	48.635	43.933	58.402

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Changes in equity

USD´000

	Group						
	Share capital	Share premium	Retained earnings	Reserve for foreign currency translation	Proposed dividend	Share based payment reserve	Total
Balance 1/1 2020	171	41.671	(20.187)	0	0	0	21.655
Addition from capital increases	0	0	0	0	0	0	0
Options	0	0	0	0	0	0	0
Transactions with shareholders	**0**	**0**	**0**	**0**	**0**	**0**	**0**
Net profit for the year	0	0	(11.617)	0	0	0	(11.617)
Exchange differences on translation of foreign operations	0	0	0	532	0	0	532
Income tax effect	0	0	0	0	0	0	0
Comprehensive income	**0**	**0**	**(11.617)**	**532**	**0**	**0**	**(11.085)**
Balance 1/1 2021	171	41.671	(31.804)	532	0	0	10.570
Addition from capital increases	0	30.663	0	0	0	0	30.663
Declared Dividend	0	0	(510)	0	510	0	0
Share-based payments	0	0	0	0	0	1.791	1.791
Transactions with shareholders	**0**	**30.663**	**(510)**	**0**	**510**	**1.791**	**32.454**
Net profit for the year	0	0	(4.791)	0	0	0	(4.791)
Exchange differences on translation of foreign operations	0	0	0	135	0	0	135
Income tax effect	0	0	0	0	0	0	0
Comprehensive income	**0**	**0**	**(4.791)**	**135**	**0**	**0**	**(4.656)**
Shareholders´equity at 31/12 2021	171	72.334	(37.105)	667	510	1.791	38.368

USD´000

	Parent						
	Share capital	Share premium	Retained earnings	Reserve for foreign currency translation	Proposed dividend	Share based payment reserve	Total
Balance 1/1 2020	171	41.671	4.963	0	0	0	46.805
Addition on merger	0	0	(8.632)	0	0	0	(8.632)
Options	0	0	0	0	0	0	0
Transactions with shareholders	**0**	**0**	**(8.632)**	**0**	**0**	**0**	**(8.632)**
Net profit for the year	0	0	(8.035)	0	0		(8.035)
Comprehensive income	**0**	**0**	**(8.035)**	**0**	**0**	**0**	**(8.035)**
Balance 1/1 2021	171	41.671	(11.704)	0	0	0	30.138
Addition from capital increases	0	30.663	0	0	0	0	30.663
Declared Dividend	0	0	(510)	0	510	0	0
Share-based payments	0	0	0	0	0	1.791	1.791
Transactions with shareholders	**0**	**30.663**	**(510)**	**0**	**510**	**1.791**	**32.454**
Net profit for the year	0	0	(25.626)	0	0	0	(25.626)
Comprehensive income	**0**	**0**	**(25.626)**	**0**	**0**	**0**	**(25.626)**
Shareholders´equity at 31/12 2021	171	72.334	(37.840)	0	510	1.791	36.966

Cash flow statement

	Group		Parent	
	2021	2020	2021	2020
	USD´000	USD´000	USD´000	USD´000
Operating profit/loss	1.875	(2.908)	(618)	(876)
Amortisation/Depreciation and impairment	3.076	3.574	0	0
EBITDA	4.951	666	(618)	(876)
Change in inventory and receivables	(4.822)	2.789	4	(4)
Change in trade payables	2.080	(504)	0	0
Change in other current liabilities	(222)	403	(105)	(16)
Interest received	9	113	0	0
Interest paid	(2.024)	(3.104)	(1.638)	(2.081)
Income taxes received/(paid)	(220)	771	221	1.111
Cash flow from operating activities	(248)	1.134	(2.136)	(1.866)
Additions of intangible assets	(1.117)	(658)	0	0
Additions of tangible assets	(55)	(167)	0	0
Disposals of property, plant and equipment	0	11	0	0
Investment in subsidiaries	0	0	0	0
Dividend received	0	0	6.000	0
Group contribution	0	0	(10.000)	0
Change in receivables from group enterprises	2.600	0	6.095	2.336
Cash flow from investing activities	1.428	(814)	2.095	2.336
Proceeds from borrowings	0	0	0	0
Repayment of borrowings	0	(470)	0	(470)
Change in operating credits	(430)	100	0	0
Repayment of lease liabilities and interest	(384)	(342)	0	0
Change in non-current liabilities	(161)	4	41	0
Cash flow from financing activities	(975)	(708)	41	(470)
Net cash flow for the year	205	(388)	0	0
Cash and cash equivalents at 1/1 2021	1.538	1.926	0	0
Net cash flow for the year	205	(388)	0	0
Cash and cash equivalents at 31/12 2021	1.743	1.538	0	0
Cash and cash equivalents at 31/12 2021				
Cash	1.743	1.538	0	0
	1.743	1.538	0	0
Unutilised portion of credit facilities including cash and cash equivalents	**1.769**	**1.643**	**0**	**0**

Notes

Note 1 Accounting policies

The Annual Report has been prepared in accordance with International Financial Reporting Standards ("IFRS") as adopted by the EU and additional disclosure requirements in the Danish Financial Statement Act for annual reports of medium sized reporting class C enterprises.

On 5 July 2022, the Board of Directors and the Executive Board have discussed and approved the annual report of Global Scanning A/S for 2021. The annual report will be presented to the shareholders of Global Scanning A/S for approval at the annual general meeting on 5 July 2022.

The financial statements of the Group are presented in US dollars, which is the company' functional and presentation currency.

New and amended standards and interpretations that have become operative:

All new or amended standards (IFRS) and interpretations (IFRIC) as adopted by the EU and which are effective for the financial year beginning on 1 January 2021 have been adopted. The implementation of these new or amended standards and interpretations had no material impact on the financial statements. The accounting policies have been applied consistently during the financial year and for the comparative figures. For standards implemented prospectively the comparative figures are not restated.

New financial reporting standards not yet adopted

The IASB has issued a number of new or amended standards and interpretations with effective date after 31 December 2021. None of the standards are expected to have a significant effect for the Group or the Company.

Intra-group business combination

The book value method is applied to intra-group business combinations such as mergers etc., in which the parent company are involved, provided that the combination is considered completed at the time of acquisition without any restatement of comparative figures. Differences between the agreed consideration and the carrying amount of the acquiree are recognised directly in equity.

Consolidation

The consolidated financial statements comprise the parent, Global Scanning A/S and entities controlled by the parent. Control is presumed to exist when the parent owns, directly or indirectly, more than half of the voting power of an entity.

The consolidated entities' financial statements are prepared in accordance with the accounting policies applied by the parent. The consolidated financial statements are prepared on the basis of the financial statements of the consolidated entities by adding together like items. Intra-group income, expenses, gains, losses, investments, dividends and balances are eliminated.

Identifiable assets and liabilities in the acquired entities are recognized at the fair value at the time of acquisition. Allowance is made for the tax effect of revaluations of assets and liabilities. Any residual difference between the cost and the group's share of the fair value of the identifiable assets and liabilities is recognized as goodwill or negative goodwill.

Currency translation

Transactions in foreign currency are translated into USD at the exchange rate at the date of the transaction.

Foreign subsidiaries

The accounts of foreign subsidiaries are translated according to the following principles:

Balance sheet items are translated at closing rates. The income statement is translated at the rates at the date of the transaction. Any exchange differences resulting from the translation of the opening equity at the closing rate and the exchange adjustment of the items in the income statement from the rate at the date of the transaction to the closing rate are taken directly through equity.

Revenue

Revenue from contracts with customers is recognized when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The Company has generally concluded that it is the principal in its revenue arrangements.

Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, and other sales taxes or duty. The following specific recognition criteria must also be met before revenue is recognized:

Revenue from the sale of goods is recognized at the point in time when control of the asset is transferred to the customer, generally on delivery of the goods.

Revenue from service contracts is allocated over the service period

Production costs

Production costs comprise the direct production costs and production overheads relation to revenue and direct costs and costs of labor for product development, which have not been capitalized according to IAS 38.

Distribution costs

Distribution costs comprise the expenses relation to distribution and sale of products, salaries to the sales staff, advertising and exhibition expenses etc.

Notes

Note 1 Accounting policies, continued

Administrative expenses

Administrative expenses comprise expenses for the administrative staff and management including office expenses, salaries etc.

Other operating income

Other operating income comprises income of secondary nature in relation to the activities of the Company, including rental income, sale of scrap and gain on sale of fixed assets.

Special items

The use of special items entails management judgement in the separation from ordinary items. Special items include income and expenses of a special nature in terms of the Group's revenue generating operating activities that cannot be attributed directly to the Group's ordinary operating activities. Such income and expenses include the cost of extensive restructuring of processes and fundamental structural adjustments.

Special items are shown separately from the Group's ordinary operations to facilitate a better understanding of the Group's financial performance.

Amortization/depreciation and write-downs

Depreciation and write-downs include depreciation and write-downs of intangible assets and property, plant and equipment.

Property, plant and equipment include land and building, plant and machinery, other fixture and fittings, tools and equipment and leasehold improvement.

Land is recorded at cost and is not depreciated.

Intangible assets and property, plant and equipment are amortized/depreciated on a straight-line basis on the basis of the cost, measured by reference to the following assessment of the useful life of the assets:

	Years
Goodwill	Indefinite
Development costs	3
Customer relations	3-10
License rights and patents	5-20
Buildings	30
Leasehold improvements	3
Plant and machinery	4-8
Other plant, operating equipment etc.	2-6

Parent company dividend

Dividend from subsidiaries is recognized fully in the profit and loss statement at the time of distribution.

Net financials

Financial income and expenses are recognized in the income statement at the amounts that relate to the reporting period. Net financials include interest income and expenses, realized and unrealized capital and exchange gains and losses in foreign currency transactions and surcharges and allowances under the advance-payment -of-tax scheme, etc.

Tax

Tax for the year includes current tax on the year´s expected taxable income and the year´s deferred tax adjustments less the share of the tax for the year that concerns changes in equity.

Current and deferred taxes related to items recognized directly in the equity are taken directly on the equity.

The parent company and all Danish group enterprises are jointly taxed. The Danish corporation tax charge is allocated between profit-making and loss-making Danish enterprises in proportion to their taxable income (full allocation).

Shared based payment

The Company's employees and management receive consideration in the form of share-based payments. The share-based consideration is an equity-settled program under which employees and management deliver services in return for share options. The share options are measured at fair value at the time of granting. The fair value of share options is determined using the Black-Scholes option-pricing model.

Costs relating to equity-settled share-based payments are recognised in the income statement under administrative expenses and in equity over the vesting period. The total expense recognised for equity-settled share-based payments at the reporting date reflects the share of the vesting period that has lapsed and management's best estimate of the number of equity instruments that will ultimately vest.

If the terms for equity-settled programs change, the minimum expense is the expense that would have been recognised had the terms not been changed, provided that the employee's or management's right had vested. In addition, an expense is recognised corresponding to the increase in the fair value of the share-based payment at the time at which the terms are changed.

Intangible assets

Intangible assets comprise goodwill with indefinite useful life and of development costs, customer relations and license rights and patents with finite useful life.

Goodwill:

Goodwill is measured at cost less accumulated write-downs.

Goodwill is tested for impairment annually or when there are indications of decreases in value. The impairment test is made for the activity or business area to which the goodwill relates. Goodwill is written down to the higher of the value in use and the net selling price for the activity or the business area to which the goodwill relates (recoverable amount) if it is lower than the carrying amount.

Development projects:

Development projects that are clearly defined and identifiable and in respect of which the technological feasibility, sufficient resources and a potential future market or development potential in the enterprise can be demonstrated, and where the intention is to produce, market or use the product or the process, are recognized as intangible assets provided that it is sufficiently certain that the future earnings are adequate to cover the production, sales and administrative expenses and the aggregate development costs. Other development costs are expensed in the income statement as incurred.

Development costs are measured at direct costs.

An impairment test is made for acquired intangible assets if there are indications of decreases in value. The impairment test is made for each individual asset or group of assets, respectively. The assets are written down to the higher of the value in use and the net selling price of the asset or group of assets (recoverable amount) if it is lower than the carrying amount.

Impairment test is made at yearend for intangible assets that are not ready for use.

Customer relations, license rights and patents

Customer relations, license rights and patents are measured at cost less accumulated amortization and write-downs.

An impairment test is made for acquired intangible assets if there are indications of decreases in value. The impairment test is made for each individual asset or group of assets, respectively. The assets are written down to the higher of the value in use and the net selling price of the asset or group of assets (recoverable amount) if it is lower than the carrying amount.

Impairment test is made at yearend for intangible assets that are not ready for use.

Notes

Note 1 Accounting policies, continued

Property, plant and equipment

Property, plant and equipment comprise land and buildings, production equipment, machinery and other fixtures, fittings, tools and equipment and leasehold improvements. Property, plant and equipment are measured at cost less accumulated depreciation and write-downs.

An impairment test is made for property, plant and equipment if there are indications of decreases in value. The impairment test is made for each individual asset or group of assets, respectively. The assets are written down to the higher of the value in use and the net selling price of the asset or group of assets (recoverable amount) if it is lower than the carrying amount.

Leases

A right-of-use asset and a lease obligation are recognized in the balance sheet when the specifically identifiable asset is made available under the lease agreement during the lease term, and when the Group gains the right to virtually all the economic benefits from the use of the identified asset and the right to control the use of the identified asset.

Lease liabilities are initially measured at the present value of future lease payments discounted at an alternative loan rate. The following lease payments are recognized as part of the lease obligation:
• Fixed payments;
• Variable payments that change as a change in an index or interest rate, based on that index or interest rate;
• Payments owed under a residual value guarantee:
• The exercise price for call options that management expects to utilize in a high probability;
• Payments covered by an extension option that the Company is likely to utilize;
• Penalties related to a termination option, unless the Company is very likely not to exercise the option

The lease liability is measured at amortized cost using the effective interest rate method. The lease liability is recalculated when there are changes in the underlying contractual cash flows from the changes in an index or interest rate if there are changes in the Group's estimate of a residual value guarantee, or If the Company changes the assessment of whether a purchase, extension or termination option with reasonable probability is expected to be exploited.
In assessing the expected lease term for property leases, the Group estimates for strategic reasons that the expected rental period is between 3-5 years. The Group has chosen not to recognize payments related to service components as part of the lease obligation and further not to include leases with a maturity of fewer than 12 months or with a low value.

On initial recognition, the lease asset is measured at cost, which corresponds to the value of the lease liability adjusted for prepaid lease payments plus direct related costs and estimated costs for demolition, refurbishment or similar and less any rebates or other types of incentive payments received from the lessor. Subsequently, the asset is measured at cost less accumulated amortization and impairment losses. The lease asset is depreciated over the shortest of the lease term and the useful life of the lease asset. Depreciation is recognized on a straight-line basis in the income statement.

The right-of-use asset is adjusted for changes in the lease liability as a result of changes in the terms of the lease or changes in the cash flows of the contract in line with changes in an index or interest rate.

Leasing assets are amortized on a straight-line basis over the expected lease period, which is:
Properties 3-5 years
Other plant, operating equipment etc. 2-4 years

The Group presents the right-of-use asset and the lease liability separately in the balance sheet. The Group has chosen not to recognize payments related to service-components of lease agreements as part of the lease obligation in the balance sheet.

When discounting the lease payments at present value, the Group has used its alternative loan rate, which is the cost of raising external financing for a corresponding asset with a financing period corresponding to the term of the lease in the currency in which the lease payments are settled. The Group has documented the alternative loan rate. for each portfolio of leases that have similar characteristics.

In assessing the Group's alternative interest rates, the Group has calculated its alternative interest rates based on an interest rate from a mortgage bond. The portion for which a mortgage cannot be used is estimated based on a reference rate plus a credit margin, derived from the Group's existing credit facilities.

Investments

The value of investments in subsidiaries is stated in the parent company´s financial statement according to the cost method.
The value of share options to the employees in the subsidiaries is recognised as an increase in the investment in the subsidiaries as the employees' services rendered in exchange for the share options are received in subsidiaries.
Investments are tested for impairment if there is any indication of decreases in value.

Inventories

Inventories are measured at the lower cost (FIFO basis) and net realizable value.

Raw materials and consumables are measured at cost.

Work in progress and finished goods are measured at manufacturing cost, which includes the cost of materials and direct payroll costs plus production overheads.

Receivables

Trade receivables are measured at the lower of amortized cost, which essentially corresponds to the nominal account receivable, and net realizable value.

Write-downs on trade receivables are based on the simplified expected credit loss model.

Credit loss allowances on individual receivables are provided for when objective indications of credit losses occurs such as customer bankruptcy and uncertainty about the customers´ ability and/or willingness to pay etc. In addition to this, allowances for expected credit losses are made on the remaining trade receivables based on a simplified approach.

Prepayments

Prepayments recognized under assets comprise prepaid expenses

Shareholders´ equity

Dividends proposed for the reporting period are presented as a separate item under Shareholders´ equity. Purchase and sales amounts for treasury shares are recognized directly on equity.

The value of share options granted is recognised in equity under share-based payment reserve over the vesting period as the employees deliver the relevant services. The reserve reflects the total value of share options granted based on the share of the vesting period that has lapsed and the group's best estimate of the number of equity instruments that will ultimately vest. The reserve is part of the distributable reserves.

Income taxes

Current tax charges are recognized in the balance sheet as the estimated tax charge in respect of the expected taxable income for the year, adjusted for tax on prior years´ taxable income and tax paid in advance.

Provisions for deferred tax are calculated of all temporary differences between carrying amounts and tax values, with the exception of temporary differences occurring at the time of acquisition of assets and liabilities neither affecting the results of operations for the taxable income.

Deferred tax assets are recognized at the value at which they are expected to be utilized, either through elimination against tax on future earnings or a set-off against deferred tax liabilities.

Liabilities

Financial liabilities are recognized at the inception of the loan at the proceeds received net of transaction costs incurred. On refinancing of existing loans, refinanced loans are recognised at fair value, and borrowing costs incurred are recognised in the income statement. In subsequent periods, the loans are measured at amortised cost. Interest-bearing debt is subsequently measured at amortized cost, using the effective interest rate method at the time of the inception.

Other non-financial liabilities are measured at net realizable value.

Notes

Note 1 Accounting policies, continued

Cash flow

The cash flow statement shows the enterprise´s net cash flows, the year´s changes in cash and cash equivalents and the enterprise´s cash and cash equivalents at the beginning and at the end of the year.

Cash flow from operation activities are presented using the indirect method and are made up as the net profit or loss for the year, adjusted for non-cash operating items, changes in working capital, paid financial and extraordinary expenses and paid income taxes.

Cash flow from investing activities comprises payments related to additions and disposals of fixed assets, securities related to investing activities.

Cash flow from financing activities comprises dividends paid to shareholders, capital increases and reductions and the raising of loans and repayments of interest-bearing debt, and payments regarding lease agreements including interests and instalments.

Cash and cash equivalents comprise cash and near money securities in respect of which the rest of changes in value are insignificant.

Note 2 Significant accounting judgments, estimates and assumptions

In the process of applying the Company´s accounting policies, management has made the following judgments and estimates, which have a significant effect on the ams recognized in the financial statements:

Impairment of goodwill

The Group determines whether goodwill is impaired at least once a year. This requires an estimation of the value in use of the cash-generating units to which the goodwill is allocated. Estimating the value in use requires that the Group makes an estimate of the expected future cash flows from the cash-generating unit and chooses a suitable discount rate in order to calculate the net present value of such cash flows. The carrying amount of goodwill at 31 December 2021 was USD 28,602 thousand (USD 28,602 thousand at 31 December 2020). More details are given in note 9.

Capitalized Development Costs

Development costs are capitalized based on ongoing assessments when they meet the criteria as described in note 1.

Capitalized Development Costs are annually reviewed for impairment indicators. If there is evidence of impairment, an impairment test is carried out for the project concerned. The impairment test is prepared on the basis of factors such as the future use of the project, the present value of expected future income, interest and risk.

Recognition of deferred taxes

Deferred tax assets in the parent company are recognized for tax losses carried forward to the extent that the losses expected to be utilized in the foreseeable future jointly with profitable group companies.

The carrying amount of the parent company's deferred tax assets were at 31 December 2021 USD 279 thousand (USD 0 thousand at 31 December 2020).

Recognition of share-based payment expense

The share-based consideration is an equity-settled program under which employees and management deliver services in return for share options. The share options are measured at fair value at the time of granting. The fair value of share options is determined using the Black-Scholes option-pricing model. The Black-Scholes option pricing model is prepared on the basis of Share price, volatility, risk-free interest rate, exercise price, expected life of grant, number of options.

Note 3 Financing

According to the regulations for preparation of financial statements, Management is required to determine whether the financial statements can be presented on a ‘going concern’ basis. The assessment is based on estimated future prospects, expectations of future cash flow, availability of credit facilities, etc.

The Group’s bank debt consists of a USD 0,9m (DKK 6m) overdraft facility in Denmark and USD 1,9m (RMB 12m) of short-term bank loans in China. The facility in Denmark is up for renewal in August 2022 and it is the assessment of management that the overdraft facilities will be renewed, as management has no indications of otherwise and the proces and timing for renewal is similar to previous years. The short-term bank loans in China comprise of two loans of USD 1,9m (RMB 12.0m). The loans was repaid Febraury 2022 and March 2022 and new loans of USD 0,6m (RMB 4.0m) and USD 0,9m (RMB 6.0m) was obtained in February 2022 and March 2022 for 6 months, the loan is respectively expected to be repaid at maturity in August 2022 and September 2022. It is the assessment of management that the loans will be renewed again in August 2022 and September 2022, as management has no indications of otherwise and the proces and timing for renewal is similar to previous years.

The Parent and the Group has intra-group loans to Scandinavian Credit Fund I AB (publ), owned 100% by Skandinaviska Kreditfonden AB of USD 2,6m. The Parent and the Group has after the year-end received waiver for payment of USD 2,0m of the loans until January and September 2023.

Based on the budget for 2022 including the assumption for expected renewal of credit facility agreement and loans and waivers the management has assessed that the necessary financing and cash are available for the company's ability to continue as a going concern.

Notes

Note 4. Expenses

4.1 Amortisation/depreciation	Group 2021 USD´000	Group 2020 USD´000	Parent 2021 USD´000	Parent 2020 USD´000
Analysis of amortisation/depreciation for the year:				
Land and buildings	128	128	0	0
Leasehold improvements	32	152	0	0
Plant and machinery	1	1	0	0
Other plant, operating equipment etc.	202	283	0	0
Right of use assets	352	369	0	0
Development costs	1.980	2.081	0	0
Customer relations	240	280	0	0
License rights and patents	141	280	0	0
	3.076	3.574	0	0

4.2 Staff costs

Analysis of total payroll costs, etc.:				
Fee to the Board of Directors	27	132	27	132
Remuneration and salaries to the Executive Management	384	361	0	0
Defined contribution plans to the Executive Management	3	0	0	0
Remuneration and salaries to other key management personnel	841	520	0	0
Defined contribution plans to other key management personnel	35	31	0	0
Wages and salaries	6.618	7.272	608	322
Bonuses	73	51	0	0
Defined contribution plans	974	758	0	6
Other social security costs	145	162	0	42
	9.100	9.287	635	502

The average number of staff during the year was 123 employees. (2020: 129 employees).

4.3 Research and development				
Research and development expenses in total	2.829	2.908	0	0
Hereof capitalised as addition on development costs	(1.060)	(1.878)	0	0
Amortisation and impairment of development costs	1.980	2.172	0	0
Net development expense presented in Production Costs	3.749	3.202	0	0

4.4 Special items				
Shared based payment expense (note 4.5)	1.791	0	0	0
	1.791	0	0	0

If not recognized as special items the expense would have been recognized and expensed in administrative expenses 1,791 USD'000.

4.5 Shared-based payments

Employees and members of the management in both the parent company Global Scanning A/S and subsidiaries are eligible for share option schemes. They are granted a certain number of share options in the parent company Global Scanning A/S in return for the services they provide to the Group. Share options under these schemes are granted at fixed exercise prices. The right to share options can only be vested as long as the holder is an employee of the Group. All granted share options are equity-based.

The share-based payment expense is measured at fair value at the grant date using the Black-Scholes model. The expense is recognised in the income statement with the counter item in the other reserves under the equity, and it is recognised over (a) the period during share option holder has met the vesting conditions, or (b) the period in which an exercising event is likely to occur if this period is shorter.

Based on the same decision made by General Assembly in October 2021 to issue 537,242 share options, the Board of Directors issued 537,242 share options in October 2021, which vest in either of two models:
- Model 1: Tranche 1 of 268,621 share options of nominal value of DKK 1 at an exercise price of USD 2,55 and tranche 2 of 268,621 share options of nominal value of DKK 1 at an exercise price of USD 5,11. The share options vest with 1/8 in each of the quarter beginning for 1 January 2021 to 31 December 2022. The share options' lifetime is 5 years.
- Model 2: 537,242 share options of nominal value of DKK 1 at an exercise price of USD 0,10. The share options vest when the B-share of Global Scanning A/S is fully redeemed. The share options' lifetime is 5 years.

Model 1 is considered for recognition of the share option program and related disclosure.

	Executive Management Number	Executive Management Avg.ex. Price	Other key management personnel Number	Other key management personnel Avg.ex. Price	Total Number	Total Avg.ex. Price
At 1 Januar 2021	0	0	0	0	0	0
Granted during the year	268.622	3,83	268.620	3,83	537.242	3,83
Exercised/lapsed during the year	0	0	0	0	0	0
At 31 December 2021	268.622	3,83	268.620	3,83	537.242	3,83
Exercisable at 31 December 2021	134.311	3,83	134.310	3,83	268.621	3,83

In 2021, 0 options were exercised and 0 lapsed. The following shows the exercise price of the outstanding share options and warrants:

	2021	2020
Exercise price USD 2,55	134.311	0
Exercise price USD 5,11	134.311	0
	268.621	0

The weighted average of the remaining contractual period of the outstanding share options from the 2021 share options program on 31 December 2021 is 1 years and 0 months.

Notes

4.5 Shared-based payments (continued)

Assumptions for the calculation of the fair value of share options and warrants

The fair value of share options and warrants granted during 2021 was estimated on the date of grant using the following assumptions:

	Tranche 1	Tranche 2
Share price (USD)	7,35	7,35
Volatility	42,50%	42,50%
Risk-free interest rate	-0,30%	-0,30%
Exercise price (USD)	2,55	5,11
Expected life of grant (years)	4	4
Number of options	268.621	268.621
Grant date fair value for each option (USD)	4,90	3,25

The volatility is calculated based on a peer group of 7 similar companies. The fair value of the share options is determined using the Black-Scholes option-pricing model. For 2021, the Company has recognised a share-based payment expense of USD 1,791 thousand in the income statement (2020: USD 0 thousand). USD 896 thousand was recognised in relation to Executive Management (2020: USD 0 thousand) and USD 895 thousand in relation to other key management personnel (2020: USD 0 thousand).

	Group		Parent	
	2021 USD´000	2020 USD´000	2021 USD´000	2020 USD´000
Note 5. Other operating income / expenses				
Management fee from subsidiaries	0	0	608	702
Profit from sale of Tangible assets	0	0	0	0
Loss on sale of intangible assets	0	(600)	0	(600)
Impairment of Intangible assets	0	0	0	0
Other	58	30	0	0
	58	(570)	608	102
Note 6. Financial income				
Dividends from investments in subsidiaries	0	0	6.000	0
Reversal of impairment of investments in subsidiaries	0	0	0	300
Foreign currency exchange gain	0	0	0	0
Interest income	5	1	0	0
Interest income from group enterprises	0	0	0	0
Other	4	112	0	0
	9	113	6.000	300
Note 7. Financial expenses				
Impairment of investments in subsidiaries	0	0	0	0
Foreign currency exchange loss	747	4.480	491	2.648
Interest expenses	229	2.747	0	2.480
Interest expense from group enterprises	2.564	0	2.571	67
Interest on leasing liabilities	30	41	0	0
Amortised Loan cost	1.123	411	1.123	411
Other	117	13	0	4
	4.810	7.692	4.185	5.610
Note 8. Income taxes				
Tax in the Statement of income				
Estimated tax on the taxable income for the year	590	197	0	0
Income tax, carry back refund	(322)	(1.111)	(221)	0
Adjustments prior years	(20)	0	0	0
Foreign tax	11	9	0	0
FX adjustment	0	0	0	0
Tax refund in joint taxation	0	0	0	(1.111)
Change in deferred tax	(185)	2.035	(279)	2.960
	74	1.130	(500)	1.849
Reconciliation of tax rate				
Profit before tax at danish tax rate 22% (2020: 22%)	(1.038)	(2.307)	(5.748)	(1.361)
Tax effect of adjustments prior years	20	0	0	0
Adjustment carry back refund	0	(1.312)	0	0
Tax refund in joint taxation	0	0	0	(1.111)
Tax effect of permanent differences	773	539	5.176	427
Accounting estimate for not recognised deferred tax assets	562	3.270	174	3.040
Foreign currency exchange differences	(243)	940	(102)	854
	74	1.130	(500)	1.849
Effective tax rate	*-1,6%*	*-10,8%*	*1,9%*	*-29,9%*

Notes

Note 9. Intangible assets

USD´000	Group				
	Goodwill	Development costs	Customer relations	License rights and patents	Total
Cost at 1/1 2020	28.602	33.407	3.650	2.914	68.573
Foreign currency	0	0	0	15	15
Disposal at cost	0	(1.095)	0	0	(1.095)
Additions	0	1.878	(1.250)	30	658
Cost at 31/12 2020	28.602	34.190	2.400	2.959	68.151
Amortisation at 1/1 2020	0	28.314	3.063	994	32.371
Foreign currency	0	(69)	0	5	(64)
Disposals	0	(495)	(1.250)	0	(1.745)
Impairment	0	91	0	76	167
Amortisation	0	2.081	280	280	2.641
Amortisation at 31/12 2020	0	29.922	2.093	1.355	33.370
Carrying amount at 31/12 2020	28.602	4.268	307	1.604	34.781
Cost at 1/1 2021	28.602	34.190	2.400	2.959	68.151
Foreign currency	0	0	0	3	3
Disposal at cost	0	0	0	0	0
Additions	0	1.060	0	57	1.117
Cost at 31/12 2021	28.602	35.250	2.400	3.019	69.271
Amortisation at 1/1 2021	0	29.922	2.093	1.355	33.370
Foreign currency	0	(14)	0	4	(10)
Disposals	0	0	0	0	0
Impairment	0	0	0	0	0
Amortisation	0	1.980	240	141	2.361
Amortisation at 31/12 2021	0	31.888	2.333	1.500	35.721
Carrying amount at 31/12 2021	28.602	3.362	67	1.519	33.550

USD´000	Parent				
	Goodwill	Development costs	Customer relations	License rights and patents	Total
Cost at 1/1 2020	0	0	0	0	0
Additions on merger	6.161	2.795	0	173	9.129
Disposal at cost	(3.161)	(1.095)	0	(173)	(4.429)
Cost at 31/12 2020	3.000	1.700	0	0	4.700
Amortisation at 1/1 2020	0	0	0	0	0
Additions on merger	6.161	2.195	0	173	8.529
Disposals	(3.161)	(495)	0	(173)	(3.829)
Amortisation at 31/12 2020	3.000	1.700	0	0	4.700
Carrying amount at 31/12 2020	0	0	0	0	0
Cost at 1/1 2021	3.000	1.700	0	0	4.700
Cost at 31/12 2021	3.000	1.700	0	0	4.700
Amortisation at 1/1 2021	3.000	1.700	0	0	4.700
Amortisation at 31/12 2021	3.000	1.700	0	0	4.700
Carrying amount at 31/12 2021	0	0	0	0	0

At December 31 2021 the balance of USD 3,362 thousand regarding development costs, in the group, contains one significant projects with a value of USD 1.047 thousand. This project aim to introduce a user-friendly 3D scanner for small and mid-size objects.

Amortisation and writedowns of intangible assets are included in production costs. In 2021 there has not been indications of need to make impairment of intangible assets (2020: 91 KUSD).

Goodwill relates to the 2D activity in Global Scanning Denmark A/S and Global Scanning UK Ltd., that management since year 2017 have assessed to be one cash-generating unit, in total USD 28.602 thousand (2020: USD 28.602 thousand).

Notes

The Group considers the relationship between its market capitalisation and its accounting value, among other factors, when reviewing for indicators of impairment.
As at 31 December 2021 the market capitalisation of the Group´s 2D activity was above the accounting value of the goodwill that relates to the 2D cash generation unit, and accordingly the impairment test has not resulted in any impairment for 2021 (2020: no impairment).

The recoverable amount has been determined based on a value in use calculation using cash flow projections from financial budgets for 2022, and cash flow projections for a three-year period. Cash flows beyond the projection-period are extrapolated using a 2,0% growth rate (2020: 2,0%). The board of directors have approved the assumptions used for the impairment test.

The projected cash flows have been updated to reflect the current demand for products and services. The pre-tax discount rate applied to cash flow projections is 11,0 % (2020: 11,0%).
The risk free rate is based on a US government bond. The assumptions made when calculating the pre-tax discount rate for 2021 is adapted to the current conditions.

Due to current market conditions in recent years, the Management has performed a sensitivity analysis on the result of the impairment test, which shows (other things being equal) that an increase of the applied WACC with 1.0%-point will result in impairment of USD 2,7m, and that an decrease of the applied EBITDA-margin in the terminal value with 1%-point will not result in impairment.

Key assumptions used in value in use calculations

Revenue and constribution - Overall the future development is expected to be flat. Volumes are expected to increase and pricing generally expected to decrease. In addition, the 2D business is expected to be a steady future business, which will require less investment compared to previous periods.
Discount rates - Discount rates represent the current market assessment of the risks specific to the CGU. The discount rate calculation is based on the specific circumstances of the Group and its operationg segment and is derived from its weighted average cost of capital (WACC). The WACC takes into account both debt and equity. Segment-specific risk is incorporated by applying individual beta factors. The beta factors are evaluated annually based on publicly available market data. Adjustments to the discount rate are made to factor in the specific amount and timing of the future tax flows in order to reflect a pre-tax discount rate.
Life - Life represent a infinitive period, which is the management´s best estimate for the expected length of the cash flow projection period. The assessment of growth rate and infinitive period has not been changed since last year as there has been no significant change in the underlying market and business.
Other key assumptions - Unchanged f/x correlation between USD/SEK/DKK has been built into the model combined with the assumption of stable market conditions on the 2D scanning market.
It is the management´s assessment that no reasonable possible change in a key assumption on which the management has based its determination of the unit´s recoverable amount would cause the unit´s carrying amount to exceed its recoverable amount.

Note 10. Property, plant and equipment	**Group**				
	Land and Buildings	**Leasehold Improvements**	**Plant and Equipment**	**Other plant, operating equipment etc.**	**Total**
USD´000					
Cost at 1/1 2020	2.277	973	50	3.205	6.505
Foreign currency	0	70	0	105	175
Disposal at cost	0	0	0	(104)	(104)
Additions	32	13	0	122	167
Cost at 31/12 2020	2.309	1.056	50	3.328	6.743
Depreciation and writedowns at 1/1 2020	858	777	46	2.687	4.368
Foreign currency	0	65	0	82	147
Disposals	0	0	0	(93)	(93)
Depreciation	128	152	1	283	564
Depreciation and writedowns at 31/12 2020	986	994	47	2.959	4.986
Carrying amount at 31/12 2020	1.323	62	3	369	1.757
Cost at 1/1 2021	2.309	1.056	50	3.328	6.743
Foreign currency	0	15	0	22	37
Disposal at cost	0	0	0	0	0
Additions	0	0	0	55	55
Cost at 31/12 2021	2.309	1.071	50	3.405	6.835
Depreciation and writedowns at 1/1 2021	986	994	47	2.959	4.986
Foreign currency	0	13	0	22	35
Disposals	0	0	0	0	0
Depreciation	128	32	1	202	363
Depreciation and writedowns at 31/12 2021	1.114	1.039	48	3.183	5.384
Carrying amount at 31/12 2021	1.195	32	2	222	1.451

In 2021 and 2020 there has not been indications of need to make impairment of tangible assets.

Notes

Note 11. Leasing

Right-of-use assets	**Land and *Buildings***	**Other plant, operating equipment etc.**	**Total**
Cost at 1/1 2020	1.720	20	1.740
Disposal at cost	0	0	0
Additions	0	0	0
Cost at 31/12 2020	1.720	20	1.740
Depreciation and writedowns at 1/1 2020	409	6	415
Foreign currency	(31)	0	(31)
Disposals	0	0	0
Depreciation	363	6	369
Depreciation and writedowns at 31/12 2020	741	12	753
Carrying amount at 31/12 2020	979	8	987
Cost at 1/1 2021	1.720	20	1.740
Disposal at cost	(116)	0	(116)
Additions	0	0	0
Cost at 31/12 2021	1.604	20	1.624
Depreciation and writedowns at 1/1 2021	741	12	753
Foreign currency	(6)	0	(6)
Disposals	(116)	0	(116)
Depreciation	346	6	352
Depreciation and writedowns at 31/12 2021	965	18	983
Carrying amount at 31/12 2021	639	2	641

Lease liabilities	**2021**	**2020**
Maturity of lease liabilities:	**USD´000**	**USD´000**
Falling due within one year	301	356
Falling due between one and three years	379	711
Falling due between four and five years	0	0
Total lease liabilities	680	1.067
Amounts recognized in the income statement		
Depreciation	352	369
Finance costs	30	41
Total Right-Of-Use costs recognized in the income statement	382	410

See Note 1 for a description of the extent of the company's leases, exposure to potential cash flows and the process of determining the discount rate.

The company does not have any short term- or low-value leases recognised in the income statement. For 2021, the company has recognized USD 384 thousand (2020: USD 342 thousand) as minimum payments regarding lease agreements, of which interest costs related to lease liabilities amount to USD 30 thousand (2020: USD 41 thousand) and repayments on lease liabilities are USD 354 thousand (2020: USD 301 thousand).

The capitalized right-of-use assets does not have any effect on investing activities in the cash flow statement.

Notes

Note 12. Investments in subsidiaries

The fiscal year´s investments in and value adjustments of investment in subsidiaries, which are financial assets, are specified as follows:

	Parent	
	2021	**2020**
	USD´000	**USD´000**
USD´000		
Cost at 1/1	64.166	64.470
Additions, group contribution	10.000	0
Value of share-based payment to employees in subsidiaries	1.791	0
Additions on merger	0	(304)
Cost at 31/12	75.957	64.166
Impairment at 1/1	(5.800)	(6.104)
Impairment during the year	(27.323)	0
Reversel of impairment during the year	0	304
Impairment at 31/12	(33.123)	(5.800)
Carrying amount at 31/12	42.834	58.366

USD '000	Domicile	Currency	Nominal capital	Interest (%)	Equity	Net profit/loss
Global Scanning Denmark A/S	Denmark	USD	3.401	100%	940	(2.368)
Global Scanning Americas (MD) Inc.	USA	USD	0	100%	(2.425)	15
Global Scanning UK Ltd.	Great Britain	USD	21	100%	3.141	1.458
Global Scanning Suzhou Co. Ltd.	China	USD	203	100%	8.812	387
Global Scanning Americas (VA) Inc.	USA	USD	1	100%	1.571	674

	Group		Parent	
	2021	**2020**	**2021**	**2020**
	USD´000	**USD´000**	**USD´000**	**USD´000**
Note 13. Inventories				
Movements in the provision for impairment of inventory were as follows:				
Cost at 1/1	(1.726)	(975)	0	0
Impairment inventory	(117)	(751)	0	0
Reversed impairment inventory	174	0	0	0
Cost at 31/12	(1.669)	(1.726)	0	0

The impairment expense is included in production costs.

The book value of inventory provisioned for measured at net realisable cost at 31 December 2021 to USD 2,241 thousand (2020: USD 1,923 thousand).

Cost of goods sold in 2021 amounted to USD 18,979 thousand (2020: USD 13.153 thousand).

Note 14. Trade receivables

Trade receivables are non-interest bearing and generally on 30-60 days terms.

As at 31 December 2021, trade receivables at nominal value of USD 55 thousand (2020: 177 thousand) were impaired for.

Movements in the provision for impairment of receivables were as follows:				
Cost at 1/1	177	127	0	0
Charge for the year	-122	50	0	0
Utilized	0	0	0	0
Unused amounts reversed	0	0	0	0
Cost at 31/12	55	177	0	0

All customers who wish to trade on credit terms are subject to credit verification procedures and insured through a credit insurance company.

Analysis of trade receivables that were past due but not impaired at 31 December 2021:

		Neither past due nor	Past due but not impaired	
	Total	**impaired**	**<60 days**	**>60 days**
2020	3.458	2.546	682	230
2021	6.300	4.650	1.602	48

Notes

Note 15. Deferred tax	***Group Income Statement***		**Group Balance sheet**	
	2021	**2020**	**2021**	**2020**
Analysis of deferred tax, Group:	**USD´000**	**USD´000**	**USD´000**	**USD´000**
Property, plant and equipement	39	70	(231)	(192)
Intangible assets	209	(795)	741	950
Inventories	(37)	241	(348)	(385)
Prepaid expenses	14	(4)	18	32
Other	(9)	(27)	(42)	(51)
Tax loss carried forward	(31)	(886)	(392)	(423)
	185	(1.401)	(254)	(69)

	Parent Income Statement		***Parent Balance sheet***	
	2021	**2020**	**2021**	**2020**
Analysis of deferred tax, Parent:	**USD´000**	**USD´000**	**USD´000**	**USD´000**
Intangible assets	0	(1.062)	0	0
Other	0	(15)	0	0
Tax loss carried forward	279	(1.883)	(279)	0
	279	(2.960)	(279)	0

	Group		**Parent**	
	2021	**2020**	**2021**	**2020**
	USD´000	**USD´000**	**USD´000**	**USD´000**
Reconciliation of deferred tax liability:				
Balance at 1/1, net	(69)	(1.470)	0	(522)
Additions on merger	0	0	0	(2.438)
Recognised in the income statement	(185)	1.401	(279)	2.960
Recognised in the statement of comprehensive income	0	0	0	0
Balance at 31/12, net	(254)	(69)	(279)	0

The group has tax losses of USD 14,705 thousand that are available indefinitely for offsetting against future taxable profit. In 2021 the deferred tax assets have not been fully recognised in respect of these losses due to uncertainty in timing to offset future taxable profit. If the group was able to recognise all unrecognised deferred tax assets the value 31 December 2021 would be USD 2,843 thousand.

The parent company has tax losses of USD 11.494 thousand that are available indefinitely for offsetting against future taxable profit. In 2021 the deferred tax assets have not been fully recognised in respect of these losses due to uncertainty in timing to offset future taxable profit. If the group was able to recognise all unrecognised deferred tax assets the value 31 December 2021 would be USD 2,250 thousand.

Note 16. Bank loans, other Loans, Mortgage debt and other bank debt	**Group**		**Parent**	
The debt is due for repayment in the following order:	**2021**	**2020**	**2021**	**2020**
	USD´000	**USD´000**	**USD´000**	**USD´000**
Within 1 year (loan and bank loans)	2.763	4.951	0	1.758
Between 1 and 5 years (loan)	0	26.358	0	26.358
After 5 years	0	0	0	0
	2.763	31.309	0	28.116

Notes

Note 17. Liabilities from financing activities

	Group		Parent	
	Long-term liabilities	Short-term liabilities	Long-term liabilities	Short-term liabilities
Cost at 1/1 2020	24.309	3.563	23.686	470
Reclassification	(1.221)	1.221	(1.221)	1.221
Cashflow	4	(370)	0	(470)
Non-cash amortisation loan-costs	411	0	411	0
Non-cash interest accrual	0	537	0	537
Currency adjustments	3.482	0	3.482	0
Cost at 31/12 2020	26.985	4.951	26.358	1.758

	Group		Parent	
	Long-term liabilities	Short-term liabilities	Long-term liabilities	Short-term liabilities
Cost at 1/1 2021	26.985	4.951	26.358	1.758
Reclassification, converted to equity	(28.863)	(1.758)	(28.863)	(1.758)
Cashflow	(23)	(430)	0	0
Non-cash amortisation loan-costs	1.123	0	1.123	0
Non-cash interest accrual	1.383	0	1.383	0
Currency adjustments	(138)	0	0	0
Cost at 31/12 2021	466	2.763	0	0

Note 18. Taxes recievable (+) / liability (-)

	Group		Parent	
	2021 USD´000	**2020 USD´000**	**2021 USD´000**	**2020 USD´000**
Estimated income taxes	(76)	(16)	0	0
Tax receivable in joint taxation	0	0	0	0
Tax carry back refund	0	0	0	0
	(76)	(16)	0	0

Note 19. Contingent liabilities and securities for loans

Pledged assets for loans at Nordea Bank

The owner´s mortgage deed in the properties nominally USD 9.143 thousand (2020: USD 9,905 thousand) is pledged to banks in Global Scanning Denmark A/S and in Global Scanning A/S.

	Group		Parent	
	2021 USD´000	**2020 USD´000**	**2021 USD´000**	**2020 USD´000**
Carrying amount of land and buildings	1.195	1.323	0	0

The subsidiary Global Scanning Denmark A/S has entered into a credit agreement with Nordea Bank Danmark A/S with a variable credit line of up to USD 888 thousand (DKK 6 million). Global Scanning Denmark A/S has given Nordea Bank Danmark A/S a security in inventories and trade receivables for USD 1.524 thousand (DKK 10 million). 'The value of inventories and trade receivables as per 31 December 2021 is USD 2,625 thousand (2020: USD 1,695 thousand).

Furthermore the associated company Global Scanning UK Limited has given Nordea Bank Danmark A/S a security in all assets for the above mentioned arrangement between the company and Nordea Bank Danmark A/S. The value of assets in Global Scanning UK Limited as per 31 December 2021 is USD 9,654 thousand (2020: USD 10,020 thousand).

Pledged assets for loans

As security for the parent company´s loans, nominally USD 2,600 thousand (2020: USD 28,116 thousand), the following assets are pledged:

	Parent	
	2021 USD´000	**2020 USD´000**
Investments in subsidiaries (share-pledge)	42.834	58.366
Receivable from group enterprises	0	0
	42.834	58.366

Contingent liabilities

In 2012/13, the parent company joined the joint taxation arrangement with the Danish subsidiary Global Scanning Denmark A/S which is management company and other Danish group entities, thus becoming jointly and severally liable with these entities for payment on income taxes and withholding tax in the group of jointly taxed entities.

Notes

Note 20. Foreign currency

Foreign currency risks

As a result of the operation in Denmark, the Group is exposed to a risk in cash flow from foreign currencies and in the balance sheet and can be affected by movements in the foreign exchange rates. The foreign currency in the balance sheet have been specified below:

USD´000

Currency	Assets		Liabilities		Net	
	2021	2020	2021	2020	2021	2020
DKK Danish kroner	1.071	211	5.512	2.874	(4.441)	(2.663)
SEK Swedish kroner	0	0	2.600	28.116	(2.600)	(28.116)
RMB Renminbi	6.666	5.592	7.049	5.513	(383)	79
EUR Euros	628	416	77	285	551	131
GBP Pound	312	479	645	786	(333)	(307)
JPY Japanese Yen	423	449	134	208	289	241
Other currencies	0	0	0	0	0	0
	9.100	7.147	16.017	37.782	(6.917)	(30.636)

Impact on the results of operations and changes in shareholders' equity resulting from a change of the Group's primary foreign currencies are shown below. The changes in exchange rates are based on the year's actual foreign exchange rate movements:

Million USD	Exchange rate adjustment	Pre-tax profit 2021	Equity 2021	*Pre-tax profit* 2020	*Equity* 2020
DKK Danish kroner	+/- 10%	-0,4	-0,3	-0,3	-0,2
SEK Swedish kroner	+/- 10%	-0,3	-0,2	-0,3	-0,2

Note 21. Financial assets and liabilities

	Group		Parent	
Loans and receivables measured at amortized cost	2021 USD´000	2020 USD´000	2021 USD´000	2020 USD´000
Trade receivables	6.245	3.281	0	0
Receivable from Group company	0	0	820	32
Other receivables	5	9	0	4
Cash	1.743	1.538	0	0
Total loans and receivables measured at amortized cost	7.993	4.828	820	36

There are no significant differences between the carrying amounts and the fair values of the asset.

Financial liabilities measured at amortized cost				
Loan	0	28.116	0	28.116
Bank debt	2.763	3.193	0	0
Lease liabilities	680	1.067	0	0
Other financial liabilities	466	627	0	0
Trade payables	5.287	3.207	0	0
Payables to group enterprises	2.600	0	6.883	0
Total financial liabilities measured at amortized cost	11.796	36.210	6.883	28.116

Carrying amount and fair value of the company´s financial instruments that are carried in the financial statements are not shown separately as book values in all material respect are the same.

Note 22. Share capital and reserves

Share capital with nominal value USD 171.378 is distributed in 978,588 shares in shares in Class A and 1 share in Class B with a domination of USD 0,18. All shares are fully paid.

	Class A shares	Class B shares - new	Class B shares - old	Class C shares	Total
Opening balance of 1 January 2020	426.469	0	411.519	140.600	978.588
Addition from capital increases	0	0	0	0	0
Closing balance as of 31 December 2020	426.469	0	411.519	140.600	978.588
Cancellation of share classes	552.119	0	-411.519	-140.600	0
Addition from capital increases	0	1	0	0	1
Closing balance as of 31 December 2021	978.588	1	0	0	978.589

Shares in the newly establised class B earns annually right to a preferential dividend of 9,5% on the related equity investment price, from the establish date of 28 October 2021.
As per December 31 2021 the preferential dividend right amounts to USD 510 thousand.

Notes

Note 23. Financial risk - management objectives and policies

The Group's principal financial instruments comprise bank loans, bond debt, overdraft and cash. The main purpose of these financial instruments is to raise finance for the Group's operations. The Group has various other financial assets and liabilities such as trade receivables and trade payables, which arise directly from its operations.

Foreign currency risk is described in note 20.

The Group´s financial aims are to ensure adequate funds to cover the Group´s operations and to comply with the demands from the owners and agreed-upon terms of the loans.

Credit risk

The Group trades only with recognised, creditworthy third parties. It is the Group's policy that all customers who wish to trade on credit terms are subject to credit verification procedures and insured through a credit insurance company. In addition, receivable balances are monitored on an ongoing basis with the result that the Group's exposure to bad debts is not significant.

Credit risk arising from the other financial assets of the Group, which primarily comprise cash and trade receivables, the Group´s exposure arises from default of the counterparty, with a maximum exposure equal to the carrying amount of these instruments.

The credit risks of the Group are considered to be low.

Interest rate risk

The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's bank loans with variable interest rates.

At December 31 2021 the Group has a bank debt of USD 2.763 thousand (2020: USD 3.193 thousand) which normally is use of bank overdrafts at a interest rate of 4% (2020: 4%).

At December 31 2021 the Group debt on loans is USD 2,600 thousand (2020: USD 28,116 thousand) at an interest rate range of 10 - 24 % (2020: 10%).

Liquidity risk

The Group monitors its risk of a shortage of funds using a recurring liquidity planning tool. The Group´s objective is to maintain a balance between continuity of funding and flexibility through the use of bank overdrafts, bank loans, capital increases etc. The Group´s policy is to maintain a balanced relation between its short-term and long-term debt.

The Group's bank debt consists of a USD 0,9m (DKK 6m) overdraft facility in Denmark and USD 1,9m (RMB 12m) of short-term bank loans in China. The facility in Denmark is up for renewal in August 2022 and it is the assessment of management that the overdraft facilities will be renewed, as management has no indications of otherwise and the proces and timing for renewal is similar to previous years. The short-term bank loans in China comprise of two loans of USD 1,9m (RMB 12.0m). The loans was repaid Febraury 2022 and March 2022 and new loans of USD 0,6m (RMB 4.0m) and USD 0,9m (RMB 6.0m) was obtained in February 2022 and March 2022 for 6 months, the loan is respectively expected to be repaid at maturity in August 2022 and September 2022. It is the assessment of management that the loans will be renewed again in August 2022 and September 2022, as management has no indications of otherwise and the proces and timing for renewal is similar to previous years.

The Parent and the Group has intra-group loans to Scandinavian Credit Fund I AB (publ), owned 100% by Skandinaviska Kreditfonden AB of USD 2,6m. The Parent and the Group has after the year-end received waiver for payment of USD 2,0m of the loans until January and September 2023.

Management has assessed that the cash available and unused credit facilities are sufficient to cover the Group's obligations and planned investments as they fall due for a period of at least 12 months from 31 December 2021.

The table below summarises the maturity profile of the Group´s financial liabilities based on contractual undiscounted payments:

2020:	**Less than 1 year**	**1-2 years**	**Over 2 years**	**Total**
Loan	1.758	1.221	25.137	28.116
Bank debt	3.193	0	0	3.193
Lease liabilities	394	426	283	1.103
Trade and other payables	5.046	292	335	5.673
Total	10.391	1.939	25.755	38.085
2021:				
Intra-grop loans	2.600	0	0	2.600
Bank debt	2.763	0	0	2.763
Lease liabilities	301	379	0	680
Trade and other payables	6.904	155	311	7.370
Total	12.568	534	311	13.413

The table below summarises the maturity profile of the Parent´s financial liabilities based on contractual undiscounted payments:

2020:	**Less than 1 year**	**1-2 years**	**Over 2 years**	**Total**
Loan	1.758	1.221	25.137	28.116
Bank debt	0	0	0	0
Trade and other payables	148	0	0	148
Total	1.906	1.221	25.137	28.264
2021:				
Intra-grop loans	2.600	0	0	2.600
Bank debt	0	0	0	0
Trade and other payables	43	0	0	43
Total	2.643	0	0	2.643

Capital risk management

The Group wants to secure structural and finansial flexibility as well as competitiveness. In order to secure this, the company continuously evaluate the appropriate capital structure for the Group. At the operationel level, the Group continuously efforts to optimize capital tied up in working capital.

Notes

Note 24. Related party transactions

Group

Related parties with material interest include the Board of Directors and Executive Board of the Company and key employees and their related family members. Futhermore related parties include companies in which the aforementioned persons have a material interest. Refer to note 4.2.

Parent

The company is controlled by Skandinaviska Kreditfonden AB, Sweden, which owns 75% of the share capital.

Transactions with related parties:

	Group		Parent	
	2021 USD´000	2020 USD´000	2021 USD´000	2020 USD´000
Costs				
Purchase from Group enterprises	0	0	608	335
Other operating income				
Management fee from Group enterprises	0	0	608	702
Financial income and expenses				
Dividend from Group enterprises	0	0	6.000	0
Interest expense from Group enterprises	2.564	0	2.571	67
Executive Management				
Remuneration and salaries to the Executive Management	384	361	0	0
Defined contribution plans to the Executive Management	3	0	0	0
Board of Directors				
Board fee	27	132	27	132
Intercompany balances 31/12				
Receivables from Group enterprises	0	0	820	32
Debt to Group enterprises	2.600	0	6.883	0

Note 25 Subsequent events

In January 2022 the subsidiary Global Scanning Denmark A/S entered into a sale-lease-back agreement of the Group's headquarter in Allerød. The conditions in the agreement was not 'entirely finalized at the time of signing this annual report, but management expect a successful finalization within a few months.

No other post balance sheet events have occurred which could materially affect the assessment of the Group´s or the Parent Company's financial position.

Verifikat

Transaktion 09222115557472864311

Dokument

Global Scanning - Annual report 2021 - AS and GT signature
Huvuddokument
27 sidor
Startades 2022-07-05 16:58:15 CEST (+0200) av Viktor Blohmé (VB)
Färdigställt 2022-07-06 11:57:56 CEST (+0200)

Signerande parter

Viktor Blohmé (VB)
Personnummer 890517-4010
viktor.blohme@finserve.se
+46791000188
Signerade 2022-07-05 16:58:22 CEST (+0200)

Fredrik Sjöstrand (FS)
Global Scanning A/S
Personnummer 19600714-3917
Fredrik.sjostrand@kreditfonden.se

Namnet som returnerades från svenskt BankID var "Mats Fredrik Sigurd Sjöstrand"
Signerade 2022-07-05 20:02:19 CEST (+0200)

Peter Fredell (PF)
0705772595
Personnummer 19650421-1332
peter.fredell@kreditfonden.se

Namnet som returnerades från svenskt BankID var "LARS PETER FREDELL"
Signerade 2022-07-06 11:57:56 CEST (+0200)

Verifikat

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