

COPAC ApS

DTU Science park, Diplomvej 381
2800 Kgs. Lyngby

Annual report
1 January 2017 - 31 December 2017

**The annual report has been presented and
approved on the company's general meeting the**

20/06/2018

Yuyang Feng
Chairman of general meeting

(Not audited)

Content**Company informations**

Company informations	3
----------------------------	---

Reports

Statement by Management	4
-------------------------------	---

Auditor's Reports

Report on an Engagement to Compile Financial Statements	5
---------------------------------------------------------------	---

Management's Review

Management's Review	6
---------------------------	---

Financial statement

Accounting Policies	7
---------------------------	---

Income statement	9
------------------------	---

Balance sheet	10
---------------------	----

Statement of changes in equity	12
--------------------------------------	----

Disclosures	13
-------------------	----

Company information

Reporting company COPAC ApS
DTU Science park, Diplomvej 381
2800 Kgs. Lyngby
Phone number: 50184978
CVR-nr: 34625115
Reporting period: 01/01/2017 - 31/12/2017

Auditor KPMG P/S
Dampfærgevej 28
2100 København Ø
DK Danmark
CVR-nr: 25578198
P-number: 1018974173

Statement by Management

The executive board has today discussed and approved the annual report of COPAC ApS for the financial year 1 January - 31 December 2017.

The annual report is prepared in accordance with the Danish Financial Statements Act.

In my opinion, the financial statements give a true and fair view of the company's financial position at 31 December 2017 and of the results of the company's operations for the financial year 1 January - 31 December 2017.

In my opinion, management's review includes a fair review of the matters dealt with in the management's review.

The financial statements have not been audited. Management declares that the criteria for omission of audit are met.

Management recommends that the annual report should be approved at the annual general meeting.

Copenhagen, the 20/06/2018

Management

Yuyang Feng

Opting out of auditing financial statements in next reporting period due to exemption

COPAC ApS complies with the criteria for opting for auditing due to the Annual Accounts Act § 135.

Auditor's reports

We have compiled the financial statements for the financial year 1 January - 31 December 2017 of COPAC ApS based on the company's bookkeeping and other information the management have provided.

The financial statements comprises summary of significant accounting policies, income statement, balance sheet and notes.

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

We have applied our professional expertise to assist management in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act.

We have complied with relevant provisions of the Danish Auditor Regulation and FSR – Danish Auditors' code of ethics, including principles of integrity, objectivity, professional competence and due care.

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

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

Copenhagen, 20/06/2018

Morten Høgh-Petersen , mne34283
Director
KPMG P/S
CVR: 25578198

Management's Review

Business activities

As in previous years, the company's activities have consisted of the development and sales of instruments and solutions to industries and research institutes

Business review

The Company's income statement for the year ended 31 December shows a loss of DKK 69.387 , and the balance sheet at 31 December 2017 shows equity of DKK -38.304.

Significant events occurring after end of reporting period

No events have occurred after the balance sheet date which could significantly affect the company's financial position.

Accounting Policies

The annual report has been prepared in accordance with the regulation applying to Reporting class B. The accounting policies applied are consistent with those of last year.

The annual report for 2017 is presented in kr.

Income statement

Gross profit

In pursuance of section 32 of the Danish Financial Statements Act, the company does not disclose its revenue.

Gross profit reflects an aggregation of revenue, changes in inventories of finished goods and work in progress and other operating income less raw materials and consumables and other external expenses.

Revenue

Revenue from the sale of goods for resale and finished goods is recognised in the income statement, provided that the transfer of risk, usually on delivery to the buyer, has taken place and that the income can be measured reliably and is expected to be received.

Staff cost

Staff costs include wages and salaries, including compensated absence and pensions, as well as other social security contributions, etc. made to the entity's employees. The item is net of refunds made by public authorities.

Other external expenses

Other external expenses include expenses related to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year. Net financials include interest income and expenses, financial expenses relating to finance leases, realised and unrealised capital/exchange gains and losses on securities and foreign currency transactions, amortisation of mortgage loans and surcharges and allowances under the advance-payment-of-tax scheme, etc.

Tax on profit/loss for the year

The company is subject to the Danish rules on compulsory joint taxation of the Group's Danish subsidiaries. Subsidiaries participate in the joint taxation arrangement from the time when they are included in the consolidated financial statements and until the time when they withdraw from the consolidation.

The company acts as management company for all jointly taxed entities and, in its capacity as such, pays all income taxes to the Danish tax authorities.

On payment of joint taxation contributions, the current Danish income tax is allocated between the jointly taxed entities in proportion to their taxable income. Entities with tax losses receive joint taxation contributions from

entities that have been able to use tax losses to reduce their own taxable profits.

Tax for the year, which comprises the current tax charge for the year and changes in the deferred tax charge, including changes arising from changes in tax rates, is recognised in the income statement as regards the portion that relates to entries directly in equity.

Balance sheet

Receivables

Receivables are measured at amortised cost.

Equity

Dividend

Proposed dividends are disclosed as a separate item under equity. Dividends are recognised as a liability at the date of declaration by the annual general meeting.

Income tax and deferred tax

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

Deferred tax is measured according to the liability method in respect of temporary differences between the carrying amount of assets and liabilities and their tax base, calculated on the basis of the planned use of the asset and settlement of the liability, respectively.

Liabilities

Financial liabilities are recognised on the raising of the loan at the proceeds received net of transaction costs incurred. On subsequent recognition, the financial liabilities are measured at amortised cost, corresponding to the capitalised value, using the effective interest method. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan.

Other liabilities, which include trade receivables, payables to group entities and other payables, are measured at amortised cost, which is usually equivalent to nominal value.

Income statement 1 Jan 2017 - 31 Dec 2017

	Disclosure	2017 kr.	2016 kr.
Gross Result		299,198	113,707
Employee expense	1	-372,350	-304,309
Profit (loss) from ordinary operating activities		-73,152	-190,602
Other finance income		3,765	0
Other finance expenses		0	-591
Profit (loss) from ordinary activities before tax		-69,387	-191,193
Tax expense		0	0
Profit (loss)		-69,387	-191,193
Proposed distribution of results			
Retained earnings		-69,387	-191,193
Proposed distribution of profit (loss)		-69,387	-191,193

Balance sheet 31 December 2017

Assets

	Disclosure	2017 kr.	2016 kr.
Deposits		14,480	0
Investments		14,480	0
Total non-current assets		14,480	0
Manufactured goods and goods for resale		30,000	5,000
Inventories		30,000	5,000
Trade receivables		33,884	30,062
Receivables from group enterprises		985	3,097
Other receivables		13,000	138,736
Receivables		47,869	171,895
Cash and cash equivalents		47,158	1,396
Current assets		125,027	178,291
Total assets		139,507	178,291

Balance sheet 31 December 2017

Liabilities and equity

	Disclosure	2017 kr.	2016 kr.
Contributed capital		80,000	80,000
Retained earnings		-118,304	-48,917
Total equity		-38,304	31,083
Trade payables		24,500	20,119
Other payables, including tax payables, liabilities other than provisions		23,892	5,933
Payables to shareholders and management		129,419	121,156
Short-term liabilities other than provisions, gross		177,811	147,208
Liabilities other than provisions, gross		177,811	147,208
Liabilities and equity, gross		139,507	178,291

Statement of changes in equity 1 Jan 2017 - 31 Dec 2017

	Contributed capital	Retained earnings	Total
	kr.	kr.	kr.
Equity, beginning balance	80,000	-48,917	31,083
Profit (Loss)	0	-69,387	-69,387
Equity, ending balance	80,000	-118,304	-38,304

Disclosures

1. Employee expense

	2017	2016
	kr.	kr.
Wages and salaries	361.740	297.377
Other social security costs	7.144	6.932
Other staff costs	3.466	0
	<u>372.350</u>	<u>304.309</u>

2. Disclosure of uncertainties relating to going concern

The annual report is prepared under going concern assumption. The company has lost more than 50 % of it's share capital and the company expect to reestablish the equity by own earnings in the years to follow.

3. Information on average number of employees

	2017	2016
Average number of employees	1	1