



Wexer Virtual - Denmark ApS

Niels Finsensvej 20
7100 Vejle
CVR No. 34732574

Annual report 2021

The Annual General Meeting adopted the
annual report on 31.05.2022

Paul Benjamin Bowman

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Entity details

Entity

Wexer Virtual - Denmark ApS

Niels Finsensvej 20

7100 Vejle

Business Registration No.: 34732574

Registered office: Vejle

Financial year: 01.01.2021 - 31.12.2021

Executive Board

Paul Benjamin Bowman

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Egtved Allé 4

6000 Kolding

Statement by Management

The Executive Board has today considered and approved the annual report of Wexer Virtual - Denmark ApS for the financial year 01.01.2021 - 31.12.2021.

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

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2021 and of the results of its operations for the financial year 01.01.2021 - 31.12.2021.

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

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

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

Vejle, 31.05.2022

Executive Board

Paul Benjamin Bowman

The independent auditor's compilation report

To Management of Wexer Virtual - Denmark ApS

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

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

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

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

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

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

Kolding, 31.05.2022

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Morten Almtoft Lund

State Authorised Public Accountant
Identification No (MNE) mne41365

Management commentary

Primary activities

The main activity has consisted of trade, industry and associated activities.

Income statement for 2021

	Notes	2021 DKK	2020 DKK
Gross profit/loss		2,163,948	2,128,697
Staff costs	2	(2,012,029)	(1,930,740)
Depreciation, amortisation and impairment losses		(542,512)	(460,074)
Operating profit/loss		(390,593)	(262,117)
Other financial expenses	3	(4,383)	(17,170)
Profit/loss before tax		(394,976)	(279,287)
Tax on profit/loss for the year	4	86,168	(143,767)
Profit/loss for the year		(308,808)	(423,054)
Proposed distribution of profit and loss			
Retained earnings		(308,808)	(423,054)
Proposed distribution of profit and loss		(308,808)	(423,054)

Balance sheet at 31.12.2021

Assets

	Notes	2021 DKK	2020 DKK
Completed development projects	6	3,821,577	3,526,308
Intangible assets	5	3,821,577	3,526,308
Other fixtures and fittings, tools and equipment		18,086	30,956
Property, plant and equipment	7	18,086	30,956
Fixed assets		3,839,663	3,557,264
Receivables from group enterprises		7,632,032	7,140,698
Other receivables		208,257	147,310
Prepayments		100,877	77,832
Receivables		7,941,166	7,365,840
Cash		283,106	264,582
Current assets		8,224,272	7,630,422
Assets		12,063,935	11,187,686

Equity and liabilities

	Notes	2021 DKK	2020 DKK
Contributed capital		80,000	80,000
Reserve for development expenditure		2,980,830	2,750,520
Retained earnings		(3,413,804)	(2,874,686)
Equity		(352,974)	(44,166)
Deferred tax		57,599	143,767
Provisions		57,599	143,767
Other payables		299,099	299,099
Non-current liabilities other than provisions	8	299,099	299,099
Bank loans		63,067	27,842
Prepayments received from customers		0	38,283
Trade payables		631,832	381,346
Payables to group enterprises		11,029,470	9,842,365
Other payables		335,842	499,150
Current liabilities other than provisions		12,060,211	10,788,986
Liabilities other than provisions		12,359,310	11,088,085
Equity and liabilities		12,063,935	11,187,686
Going concern	1		
Contingent liabilities	9		

Statement of changes in equity for 2021

	Contributed capital DKK	Reserve for development expenditure DKK	Retained earnings DKK	Total DKK
Equity beginning of year	80,000	2,750,520	(2,874,686)	(44,166)
Transfer to reserves	0	230,310	(230,310)	0
Profit/loss for the year	0	0	(308,808)	(308,808)
Equity end of year	80,000	2,980,830	(3,413,804)	(352,974)

Notes

1 Going concern

The company's ability to service all liabilities as they mature depends on continuing support from group enterprises. The company expects payables to group enterprises only to be payable if necessary liquidity is at hand or necessary credit lines to be available from group enterprises. As a consequence Management assess, that necessary funds are available to continue the operations on going concern basis for the upcoming year.

2 Staff costs

	2021	2020
	DKK	DKK
Wages and salaries	2,752,150	2,689,250
Pension costs	0	2,736
Other social security costs	5,808	15,806
Other staff costs	58,071	26,948
	2,816,029	2,734,740
Staff costs classified as assets	(804,000)	(804,000)
	2,012,029	1,930,740
Average number of full-time employees	5	7

3 Other financial expenses

	2021	2020
	DKK	DKK
Exchange rate adjustments	3,784	16,898
Other financial expenses	599	272
	4,383	17,170

4 Tax on profit/loss for the year

	2021	2020
	DKK	DKK
Change in deferred tax	(86,168)	143,767
	(86,168)	143,767

5 Intangible assets

	Completed development projects DKK
Cost beginning of year	4,682,309
Additions	804,000
Cost end of year	5,486,309
Amortisation and impairment losses beginning of year	(1,156,001)
Amortisation for the year	(508,731)
Amortisation and impairment losses end of year	(1,664,732)
Carrying amount end of year	3,821,577

6 Development projects

The company's development projects comprises software development. All development projects will add to the Company's SAAS business. They are expected to improve the long run competitiveness of the products and to benefit the company and future sales significantly. The company expects continuing rising demands for the company's products. The expectations is based on existing understanding of market conditions and sale of existing products

7 Property, plant and equipment

	Other fixtures and fittings, tools and equipment DKK
Cost beginning of year	87,996
Additions	20,911
Cost end of year	108,907
Depreciation and impairment losses beginning of year	(57,040)
Depreciation for the year	(33,781)
Depreciation and impairment losses end of year	(90,821)
Carrying amount end of year	18,086

8 Non-current liabilities other than provisions

	Due after more than 12 months 2021 DKK	Outstanding after 5 years 2021 DKK
Other payables	299,099	299,099
	299,099	299,099

9 Contingent liabilities

The Entity participates in a Danish joint taxation arrangement where REI Holding ApS serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed entities. The jointly taxed entities' total known net liability under the joint taxation arrangement is disclosed in the administration company's financial statements.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of a few provisions for reporting class C.

The accounting policies applied to these financial statements are consistent with those applied last year.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, changes in inventories of finished goods and work in progress, own work capitalised, other operating income, cost of raw materials and consumables and external expenses.

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue from the sale of services is recognised in the income statement when delivery is made to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for ordinary inventory writedowns.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

Staff costs

Staff costs comprise salaries and wages, and social security contributions, pension contributions, etc for entity staff.

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to property, plant and equipment and intangible assets comprise depreciation, amortisation and impairment losses for the financial year, and gains and losses from the sale of intangible assets and property, plant and equipment.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities, and tax surcharge under the Danish Tax Prepayment Scheme etc.

Tax on profit/loss for the year

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

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

Balance sheet**Intellectual property rights etc**

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

Development projects on clearly defined and identifiable products and processes, for which the technical rate of utilisation, adequate resources and a potential future market or development opportunity in the enterprise can be established, and where the intention is to manufacture, market or apply the product or process in question, are recognised as intangible assets. Other development costs are recognised as costs in the income statement as incurred. When recognising development projects as intangible assets, an amount equalling the costs incurred less deferred tax is taken to equity under Reserve for development costs that is reduced as the development projects are amortised and written down.

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

Indirect production costs in the form of indirectly attributable staff costs and amortisation of intangible assets and depreciation of property, plant and equipment used in the development process are recognised in cost based on time spent on each project.

Completed development projects are amortised on a straight-line basis using their estimated useful lives which are determined based on a specific assessment of each development project. If the useful life cannot be estimated reliably, it is fixed at 10 years. For development projects protected by intellectual property rights, the maximum period of amortisation is the remaining duration of the relevant rights. The amortisation periods used are 10 years.

Intellectual property rights etc are written down to the lower of recoverable amount and carrying amount.

Property, plant and equipment

Other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses. Land is not depreciated.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Other fixtures and fittings, tools and equipment	3 years
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Estimated useful lives and residual values are reassessed annually.

Items of property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Receivables

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

Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

Cash

Cash comprises bank deposits.

Deferred tax

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

However, no deferred tax is recognised for amortisation of goodwill disallowed for tax purposes and temporary differences arising at the date of acquisition that do not result from a business combination and that do not have any effect on profit or loss or on taxable income.

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

Deferred tax relating to retaxation of previously deducted losses in foreign subsidiaries is recognised on the basis of an actual assessment of the purpose of each subsidiary.

Other financial liabilities

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

Prepayments received from customers

Prepayments received from customers comprise amounts received from customers prior to delivery of the goods agreed or completion of the service agreed.