

Alencastre.net ApS

Njalsgade 76, 4., 2300 København

Company reg. no. 35 64 34 94

Annual report

1 January - 31 December 2020

The annual report was submitted and approved by the general meeting on the 13 May 2021.



Ricardo João Farinha de Alencastre
Chairman of the meeting

Contents

	<u>Page</u>
Reports	
Management's report	1
Auditor's report on compilation of the annual accounts	2
Management commentary	
Company information	3
Management commentary	4
Financial statements 1 January - 31 December 2020	
Accounting policies	5
Income statement	8
Statement of financial position	9
Statement of changes in equity	11
Notes	12

Notes:

- To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.
- Please note that decimal points have not been used in the usual English way. This means that for instance DKK 146.940 means the amount of DKK 146,940, and that 23,5 % means 23.5 %.

Management's report

The managing director has today presented the annual report of Alencastre.net ApS for the financial year 1 January to 31 December 2020.

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

I consider the accounting policies used appropriate, and in my opinion the annual accounts provide a true and fair view of the company's assets and liabilities and its financial position at 31 December 2020 and of the company's results of its activities in the financial year 1 January to 31 December 2020.

The managing director considers the requirements of omission of audit of the annual accounts for 2020 as met.

I am of the opinion that the management's review includes a fair description of the issues dealt with.

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

Copenhagen, 13 May 2021

Managing Director



Ricardo João Farinha de Alencastre

Auditor's report on compilation of the annual accounts

To the management of Alencastre.net ApS

We have compiled the financial statements of Alencastre.net ApS for the financial year 1 January - 31 December 2020 based on the company's bookkeeping and on further information provided by you.

The financial statements comprise the accounting policies, income statement, statement of financial position, statement of changes in equity and notes.

We performed this engagement in accordance with the international standard ISRS 4410 applying to compilation engagements.

We have applied our professional expertise to assist you in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant requirements of the Danish Act on Approved Auditors and Audit Firms and with ethical requirements of the Danish Institute of State Authorised Public Accountants, including principles of integrity, objectivity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

As a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us in order to compile the financial statements. Accordingly, we express neither an audit opinion nor a review opinion as to whether the financial statements have been compiled in accordance with the Danish Financial Statements Act.

Copenhagen, 13 May 2021

Grant Thornton

State Authorised Public Accountants
Company reg. no. 34 20 99 36



Michael Beuchert
State Authorised Public Accountant
mne32794

Company information

The company	Alencastre.net ApS Njalsgade 76, 4. 2300 København
	Company reg. no. 35 64 34 94 Established: 6 January 2014 Financial year: 1 January - 31 December
Managing Director	Ricardo João Farinha de Alencastre
Bankers	Danske Bank
Subsidiary	Brandability ApS, Copenhagen

Management commentary

The principal activities of the company

The Company's purpose is to operate within design, IT development, resell and distribution of software, publishing and marketing services and other hereby related activities.

Unusual matters

No unusual events have occurred during the fiscal year.

Uncertainties as to recognition or measurement

There have been no uncertainties regarding recognition and measurement during the fiscal year.

Development in activities and financial matters

The gross loss for the year is DKK -28.000 against DKK 431.000 last year. The results from ordinary activities after tax are DKK -49.000 against DKK 17.000 last year. The management consider the results unsatisfactory.

Events subsequent to the financial year

No events have occurred subsequent to the balance sheet date, which could change the Company's financial position.

Accounting policies

The annual report for Alencastre.net ApS has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class B enterprises. Furthermore, the company has decided to comply with certain rules applying to reporting class C enterprises.

The accounting policies are unchanged from last year, and the annual report is presented in DKK.

Recognition and measurement in general

Income is recognised in the profit and loss account concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs, these including depreciation, amortisation, writedown, provisions, and reversals which are due to changes in estimated amounts previously recognised in the profit and loss account are recognised in the profit and loss account.

Assets are recognised in the balance sheet when the company is liable to achieve future, financial benefits and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the company is liable to lose future, financial benefits and the value of the liability can be measured reliably.

At the first recognition, assets and liabilities are measured at cost. Later, assets and liabilities are measured as described below for each individual accounting item.

At recognition and measurement, such predictable losses and risks are taken into consideration, which may appear before the annual report is presented, and which concerns matters existing on the balance sheet date.

Income statement

Gross loss

Gross loss comprises the revenue, changes in inventories of finished goods, and work in progress, work performed for own account and capitalised, other operating income, and external costs.

Revenue is recognised in the income statement if delivery and passing of risk to the buyer have taken place before the end of the year and if the income can be determined reliably and inflow is anticipated. Recognition of revenue is exclusive of VAT and taxes and less any discounts relating directly to sales.

Costs of sales includes costs for the purchase of raw materials and consumables less discounts and changes in inventories.

Staff costs

Staff costs include salaries and wages including holiday allowances and other costs for social security etc. for staff members. Staff costs are less public reimbursements.

Accounting policies

Net financials

Net financials comprise interest, realised and unrealised capital gains and losses concerning financial assets and liabilities, amortisation of financial assets and liabilities, additions and reimbursements under the Danish tax prepayment scheme, etc. Financial income and expenses are recognised in the profit and loss account with the amounts that concerns the financial year.

Dividend from equity investment in group enterprise is recognised in the financial year where the dividend is declared.

Interest and other costs concerning loans for financing the production of intangible and tangible fixed assets and concerning the production period are not recognised in the cost of the fixed asset.

Tax of the results for the year

The tax for the year comprises the current tax for the year and the changes in deferred tax, and it is recognised in the profit and loss account with the share referring to the results for the year and directly in the equity with the share referring to entries directly on the equity.

The company is subject to the Danish legislation concerning compulsory joint taxation with the Danish group enterprises. The company acts as an administration company in relation to the joint taxation. This means that the total Danish tax payable of the income of the Danish consolidated companies is paid to the tax authorities by the company.

The current Danish corporate tax is allocated among the jointly taxed companies in proportion to their respective taxable income (full allocation with reimbursement of tax losses).

The balance sheet

Financial fixed assets

Equity investment in group enterprise

Equity investment in group enterprise is measured at cost. If the recoverable amount is lower than the cost, writedown for impairment is done to match this lower value.

Deposits

Deposits are measured at amortised cost and represent rent deposits, etc.

Receivables

Receivables are measured at amortised cost which usually corresponds to face value. In order to meet expected losses, they are written down for impairment to the net realisable value.

Work in progress for the account of others

Contract work in progress is measured at the selling price of the work performed, however with deduction of invoicing on account and expected losses.

Accounting policies

The selling price is measured on the basis of the stage of completion on the balance sheet date and the total expected income from the individual contracts. The stage of completion is calculated as the share of costs incurred in proportion to the estimated total costs of the individual contract.

When the sales value of a contract can not be determined reliably, the selling price is measured solely at the costs incurred, or at the net realisable value, if this is lower.

Contracts are recognised as trade debtors if the selling price of the work performed exceeds invoicing on account and expected losses. Contracts are recognised as liabilities if invoicing on account and expected losses exceed the selling price.

Costs in connection with sales work and the achievement of contracts are recognised in the profit and loss account when incurred.

Accrued income and deferred expenses

Accrued income and deferred expenses recognised under assets comprise incurred costs concerning the next financial year.

Available funds

Available funds comprise cash at bank and in hand.

Corporate tax and deferred tax

Current tax receivable and tax liabilities are recognised in the balance sheet at the amount calculated on the basis of the expected taxable income for the year adjusted for tax on previous years' taxable income and prepaid taxes. Tax receivable and tax liabilities are set off to the extent that legal right of set-off exists and if the items are expected to be settled net or simultaneously.

Alencastre.net ApS is jointly taxed with the Danish group companies and acts in this respect as the administration company. According to the rules of joint taxation, Alencastre.net ApS is unlimited, jointly and severally liable towards the Danish tax authorities for the total corporation tax, including withholding tax on interest, royalties and dividends, arising within the jointly taxed group of companies.

Deferred tax is measured on the basis of all temporary differences in assets and liabilities with a balance sheet focus.

Deferred tax is measured based on the tax rules and tax rates applying under the legislation on the balance sheet date and prevailing when the deferred tax is expected to be released as current tax.

Liabilities

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

Income statement 1 January - 31 December

All amounts in DKK.

<u>Note</u>	<u>2020</u>	<u>2019</u>
Gross loss	-28.159	430.763
1 Staff costs	0	-376.197
Operating profit	-28.159	54.566
Other financial income	7.202	1.904
Other financial costs	-25.634	-42.306
Pre-tax net profit or loss	-46.591	14.164
2 Tax on ordinary results	-2.157	2.618
Net profit or loss for the year	-48.748	16.782
Proposed appropriation of net profit:		
Transferred to retained earnings	0	16.782
Allocated from retained earnings	-48.748	0
Total allocations and transfers	-48.748	16.782

Statement of financial position at 31 December

All amounts in DKK.

Assets		
Note	2020	2019
Non-current assets		
3 Equity investment in group enterprise	290.929	290.929
4 Deposits	1.807	995
Total investments	<u>292.736</u>	<u>291.924</u>
Total non-current assets	<u>292.736</u>	<u>291.924</u>
Current assets		
Trade debtors	1.327.723	876.841
5 Work in progress for the account of others	326.441	600.397
Receivables from group enterprises	2.618	2.618
Receivable corporate tax	0	2.000
Other debtors	19.824	5.544
Accrued income and deferred expenses	2.835	1.626
Total receivables	<u>1.679.441</u>	<u>1.489.026</u>
Available funds	<u>11.863</u>	<u>122.527</u>
Total current assets	<u>1.691.304</u>	<u>1.611.553</u>
Total assets	<u>1.984.040</u>	<u>1.903.477</u>

Statement of financial position at 31 December

All amounts in DKK.

Equity and liabilities		
Note	2020	2019
Equity		
Contributed capital	50.000	50.000
Results brought forward	27.757	76.505
Total equity	77.757	126.505
Provisions		
Provisions for deferred tax	2.157	0
Total provisions	2.157	0
Liabilities other than provisions		
Debt to shareholders and management	358	35.221
Total long term liabilities other than provisions	358	35.221
Bank debts	208	0
Trade creditors	1.903.560	1.732.954
Other payables	0	8.797
Total short term liabilities other than provisions	1.903.768	1.741.751
Total liabilities other than provisions	1.904.126	1.776.972
Total equity and liabilities	1.984.040	1.903.477

6 Contingencies

Statement of changes in equity

All amounts in DKK.

	<u>Contributed capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 1 January 2020	50.000	76.505	126.505
Profit or loss for the year brought forward	<u>0</u>	<u>-48.748</u>	<u>-48.748</u>
	<u>50.000</u>	<u>27.757</u>	<u>77.757</u>

Notes

All amounts in DKK.

	<u>2020</u>	<u>2019</u>	
1. Staff costs			
Salaries and wages	0	372.398	
Other costs for social security	0	1.893	
Other staff costs	0	1.906	
	<u>0</u>	<u>376.197</u>	
 Average number of employees	 <u>0</u>	 <u>2</u>	
2. Tax on ordinary results			
Adjustment for the year of deferred tax	2.157	0	
Taxation contributions	0	-2.618	
	<u>2.157</u>	<u>-2.618</u>	
3. Equity investment in group enterprise			
Acquisition sum, opening balance 1 January 2020	290.929	250.929	
Additions during the year	0	40.000	
Cost 31 December 2020	<u>290.929</u>	<u>290.929</u>	
 Book value 31 December 2020	 <u>290.929</u>	 <u>290.929</u>	
 The financial highlights for the enterprise according to the latest approved annual report			
	Share of ownership	Equity DKK	Results for the year DKK
Brandability ApS, Copenhagen	80 %	66.175	6.833
4. Deposits			
Cost 1 January 2020		995	995
Additions during the year		812	0
Cost 31 December 2020		<u>1.807</u>	<u>995</u>
 Carrying amount, 31 December 2020		 <u>1.807</u>	 <u>995</u>

Notes

All amounts in DKK.

	<u>31/12 2020</u>	<u>31/12 2019</u>
5. Work in progress for the account of others		
Sales value of the production of the period	<u>326.441</u>	<u>600.397</u>
Work in progress for the account of others, net	<u>326.441</u>	<u>600.397</u>
The following is recognised:		
Work in progress for the account of others (Current assets)	<u>326.441</u>	<u>600.397</u>
	<u>326.441</u>	<u>600.397</u>

6. Contingencies

Joint taxation

The company acts as administration company for the group of companies subject to the Danish scheme of joint taxation and is unlimitedly, jointly, and severally liable, along with the other jointly taxed companies, to pay the total corporation tax.

The company is unlimitedly, jointly, and severally liable, along with the other jointly taxed companies, for any obligations to withhold tax on interest, royalties, and dividends.

Any subsequent adjustments of corporate taxes or withholding taxes, etc., may result in changes in the company's liabilities.