

Nordcloud ApS

Strandgade 4A

1401 København K

CVR No. 35648909

Annual Report 2017

4. financial year

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 27 April 2018



Jan Kritz
Chairman

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Management's Statement

Today, Management has considered and adopted the annual report of Nordcloud ApS for the financial year 1 January 2017 - 31 December 2017.

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 assets, liabilities and financial position of the Company at 31 December 2017 and of the results of the Company's operations for the financial year 1 January 2017 - 31 December 2017.

The conditions for not conducting an audit of the Financial Statement have been met.

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

Herlev, 31.3.2018

Executive Board



Jan Mikael Kritz
Man. Director

Supervisory Board



Jan Mikael Kritz
Man. Director



Jussi Ilmari Autere



Harri Veikko Kallioniemi

Company details

| | |
|---------------------------|--|
| Company | Nordcloud ApS Strandgade 4A 1401 København K |
| CVR No. | 35648909 |
| Date of formation | 10 January 2014 |
| Financial year | 1 January 2017 - 31 December 2017 |
| Board of Directors | Jan Mikael Kritz, Man. Director Jussi Ilmari Autere Harri Veikko Kallioniemi |
| Executive Board | Jan Mikael Kritz, Man. Director |

Management's Review

The Company's principal activities

The Company's principal activities consist in carry out IT-based services.

Development in activities and financial matters

The Company's Income Statement of the financial year 1. januar 2017 - 31. december 2017 shows a result of DKK 279.944 and the Balance Sheet at 31. december 2017 a balance sheet total of DKK 342.103 and an equity of DKK 224.730.

Post financial year events

After the end of the financial year, no events have occurred which may change the financial position of the entity substantially.

Accounting Policies

Reporting Class

The Annual Report of Nordcloud ApS for 2017 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied remain unchanged from last year.

Reporting currency

The annual report is presented in Danish kroner.

General information

Basis of recognition and measurement

Income is recognised in the income statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortised cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will accrue to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

At initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the annual report, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

Income statement

Revenue

Income from the sale of goods is recognised in the income statement from the date of delivery and when the risk has passed to the buyer if it is possible to calculate the income reliably. The revenue is calculated exclusive of VAT, charges and discounts.

Other external expenses

Other external expenses comprise expenses regarding sale and administration.

Staff expenses

Staff expenses comprise wages and salaries, pensions and social security costs.

Other staff expenses are recognised in other external expenses.

Accounting Policies

Financial income and expenses

Financial income and expenses are recognised in the income statement with the amounts that concern the financial year. Financial income and expenses include interest income and expenses, realised and unrealised capital gains and losses regarding securities, debt and foreign currency transactions, dividends received from other equity investments, amortisation of financial assets and liabilities as well as surcharges and allowances under the tax repayment scheme.

Tax on net profit/loss for the year

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

Balance sheet

Tangible assets

Tangible assets are measured at cost plus revaluations, if any, and less accumulated amortisation and impairment losses. Cost comprises the purchase price and costs directly attributable to the purchase until the date when the asset is available for use.

Other investments

Securities which the Company plans to hold to maturity are measured at amortised cost determined on the basis of the effective interest rate at the date of acquisition. Price adjustment is recognised in the income statement as an item in financial income and expenses.

Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

Accrued income, assets

Accrued income recognised in assets comprises prepaid costs regarding subsequent financial years.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand as well as short-term securities with a term of less than three months which can be converted directly into cash at bank and in hand and involve only an insignificant risk of value changes.

Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the balance sheet as calculated tax on the expected taxable income for the year, adjusted for tax on taxable income for previous years as well as for tax prepaid.

Contingent assets and liabilities

Contingent assets and liabilities are not recognised in the balance sheet but appear only in the notes.

Income statement

| | Note | 2017 kr. | 2016 kr. |
|---|------|----------------|----------------|
| Revenue | | 610.545 | 246.643 |
| Cost of sales | | -79.948 | -240.673 |
| Other external expenses | | -63.547 | -23.130 |
| Gross result | | 467.050 | -17.160 |
| Employee benefits expense | 1 | -182.629 | 0 |
| Profit from ordinary operating activities | | 284.421 | -17.160 |
| Finance income | | -52 | 0 |
| Other finance expenses | | -4.425 | -1.921 |
| Profit from ordinary activities before tax | | 279.944 | -19.081 |
| Profit | | 279.944 | -19.081 |
| Retained earnings | | 279.944 | -19.081 |
| Distribution of profit | | 279.944 | -19.081 |

Balance sheet as of 31 December

| | Note | 2017 kr. | 2016 kr. |
|---|------|----------------|----------------|
| Assets | | | |
| Short-term trade receivables | | 53.081 | 102.877 |
| Short-term receivables from group enterprises | | 0 | 250.962 |
| Receivables | | <u>53.081</u> | <u>353.839</u> |
| Cash and cash equivalents | | <u>289.022</u> | <u>217.890</u> |
| Current assets | | <u>342.103</u> | <u>571.729</u> |
| Assets | | <u>342.103</u> | <u>571.729</u> |

Balance sheet as of 31 December

| | Note | 2017 kr. | 2016 kr. |
|--|------|----------------|----------------|
| Liabilities and equity | | | |
| Contributed capital | | 50.000 | 50.000 |
| Sundry reserves | | 1.117.612 | 1.117.613 |
| Retained earnings | | -942.882 | -1.222.826 |
| Equity | | 224.730 | -55.213 |
| Payables to group enterprises | | 5.906 | 623.724 |
| Long-term liabilities other than provisions | | 5.906 | 623.724 |
| Trade payables | | 18.312 | 2.804 |
| Other payables | | 93.155 | 414 |
| Short-term liabilities other than provisions | | 111.467 | 3.218 |
| Liabilities other than provisions within the business | | 117.373 | 626.942 |
| Liabilities and equity | | 342.103 | 571.729 |
| Contingent liabilities | 2 | | |
| Collaterals and assets pledges as security | 3 | | |
| Ownership | 4 | | |

Notes

| | 2017 | 2016 |
|-------------------------------------|----------------|----------|
| 1. Employee benefits expense | | |
| Wages and salaries | 182.440 | 0 |
| Social security contributions | 189 | 0 |
| | <u>182.629</u> | <u>0</u> |
| | | |
| Average number of employees | <u>0</u> | <u>0</u> |

2. Contingent liabilities

No contingent liabilities exist at the balance sheet date.

3. Collaterals and securities

No securities or mortgages exist at the balance sheet date.

4. Ownership

The following shareholders are registered as holding more than 5% of the voting share capital or more than 5% of the nominal value of the share capital:

Nordcloud Oy