



Patiro.com
PATIENT ENROLLMENT SERVICE

Patiro ApS

Vesterå 2, 2. sal
9000 Aalborg

CVR no. 35 66 03 48

Annual report 2017

The annual report was presented and approved at the
Company's annual general meeting on

14 May 2018



chairman

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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 Patiro ApS for the financial year 1 January – 31 December 2017.

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

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2017 and of the results of the Company's operations for the financial year 1 January – 31 December 2017.


Further, in our opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

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

Aalborg 14 May 2018
Executive Board:




Rasmus Hogrefe Norsker



Allan Bødker Christensen


Board of Directors:



Anders Fage Jensen
Chairman



Allan Bødker Christensen



Rasmus Hogrefe Norsker



Independent auditor's report

To the shareholders of Patiro ApS

Opinion

We have audited the financial statements of Patiro ApS for the financial year 1 January – 31 December 2017 comprising income statement, balance sheet, statement of changes in equity and notes, including accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and 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 accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the 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 financial statements" section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these rules and requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other matter

The Company has with effect from 2017 been audited. We must emphasize that the comparative figures has not been audited which is also reflected in the financial statements.

Management's responsibility for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Danish Financial Statements Act and for such internal control that 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 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 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 the additional requirements in Denmark will always detect a material misstatement when it exists. Misstatements may 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 made on the basis of these financial statements.

As part of an audit conducted in accordance with ISAs and the 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 company financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit



Independent auditor's report

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 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 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 Company to cease to continue as a going concern.
- evaluate the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

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.



Independent auditor's report

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.

Aalborg, 14 May 2018

KPMG

Statsautoriseret Revisionspartnerselskab

CVR no. 25 57 81 98



Steffen S. Hansen
State Authorised
Public Accountant
MNE no. 32737

Patiro ApS
Annual report 2017
CVR no. 35 66 03 48

Management's review

Company details

Patiro ApS
Vesterå 2, 2. sal
9000 Aalborg

CVR no.:	35 66 03 48
Established:	11 February 2014
Financial year:	1 January – 31 December

Board of Directors

Anders Fage Jensen, Chairman
Allan Bødker Christensen
Rasmus Hogleffe Norsker

Executive Board

Rasmus Hogleffe Norsker
Allan Bødker Christensen

Auditor

KPMG
Statsautoriseret Revisionspartnerselskab
Østre Havnegade 18
DK-9000 Aalborg

Management's review

Operating review

Principal activities

The main activity of the Company are advisory of clinical research and related activities.

Development in activities and financial position

The Company has realized a result for the year of DKK -1,341 thousands compared to DKK -548 thousands for 2016.

The activities for the year has been carried out as expected, and the loss is due to increased development of software and sales activities.

The result is in line with expectations.

Capital resources

The Company has carried out two capital increased during the year totally amounting to DKK 4,986 thousands. After the capital increases, Management assess that the Company has sufficient cash resources to carry out 2018 in accordance with budget.

Events after the balance sheet date

No events materially affecting the assessment of the annual report have occurred after the balance sheet date.

Financial statements 1 January – 31 December

Income statement

DKK	Note	2017	2016 (not audited)
Gross profit		369,720	67,240
Staff costs	2	-1,982,400	-742,752
Depreciation, amortisation and impairment		<u>-80,663</u>	<u>-3,843</u>
Operating loss		-1,693,343	-679,355
Financial income		0	153
Financial expenses	3	<u>-7,849</u>	<u>-17,682</u>
Loss before tax		-1,701,192	-696,884
Tax on profit/loss for the year	4	<u>359,930</u>	<u>149,191</u>
Loss for the year		<u><u>-1,341,262</u></u>	<u><u>-547,693</u></u>
Proposed distribution of loss			
Retained earnings		<u>-1,341,262</u>	<u>-547,693</u>
		<u><u>-1,341,262</u></u>	<u><u>-547,693</u></u>

Financial statements 1 January – 31 December

Balance sheet

DKK	Note	2017	2016 (not audited)
ASSETS			
Fixed assets			
Intangible assets	5		
Completed development projects		634,795	0
		<u>634,795</u>	<u>0</u>
Property, plant and equipment			
Plant and machinery		14,524	0
		<u>14,524</u>	<u>0</u>
Investments			
Deposits		28,750	28,750
		<u>28,750</u>	<u>28,750</u>
Total fixed assets		<u>678,069</u>	<u>28,750</u>
Current assets			
Receivables			
Trade receivables		140,057	0
Construction contracts		129,928	0
Other receivables		0	221,220
Deferred tax asset		525,362	165,432
		<u>795,347</u>	<u>386,652</u>
Cash at bank and in hand		<u>2,347,128</u>	<u>90</u>
Total current assets		<u>3,142,475</u>	<u>386,742</u>
TOTAL ASSETS		<u><u>3,820,544</u></u>	<u><u>415,492</u></u>

Financial statements 1 January – 31 December

Balance sheet

DKK	Note	2017	2016 (not audited)
EQUITY AND LIABILITIES			
Equity			
Contributed capital		120,572	50,000
Reserve for development costs		634,795	0
Retained earnings		<u>2,331,772</u>	<u>-607,755</u>
Total equity		<u>3,087,139</u>	<u>-557,755</u>
Liabilities other than provisions			
Non-current liabilities other than provisions			
Subordinary loan capital		<u>0</u>	<u>757,500</u>
		<u>0</u>	<u>757,500</u>
Current liabilities other than provisions			
Bank loan		0	90,820
Payables to group entities		0	444
Other payables		340,480	124,483
Payables to shareholders and Management		101,801	0
Prepayments received regarding work in progress		<u>291,124</u>	<u>0</u>
		<u>733,405</u>	<u>215,747</u>
Total liabilities other than provisions		<u>733,405</u>	<u>973,247</u>
TOTAL EQUITY AND LIABILITIES		<u>3,820,544</u>	<u>415,492</u>
Contractual obligations, contingencies, etc.	6		

Financial statements 1 January – 31 December

Statement of changes in equity

	<u>Contributed capital</u>	<u>Share premium</u>	<u>Reserve for development costs</u>	<u>Retained earnings</u>	<u>Total</u>
Equity at 1 January 2017	50,000	0	0	-607,755	-557,755
Capital increase	70,572	4,915,584	0	0	4,986,156
Transfer to reserve for development costs	0	0	495,140	-495,140	0
Transferred over the distribution of loss	0	0	0	-1,341,262	-1,341,262
Transferred	<u>0</u>	<u>-4,915,584</u>	<u>0</u>	<u>4,915,584</u>	<u>0</u>
Equity at 31 December 2017	<u><u>120,572</u></u>	<u><u>0</u></u>	<u><u>495,140</u></u>	<u><u>2,471,427</u></u>	<u><u>3,087,139</u></u>

Financial statements 1 January – 31 December

Notes

1 Accounting policies

The annual report of Patirol ApS for 2017 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

Income statement

Gross Profit

Pursuant to Section 32 of the Danish Financial Statements Act, the Company has decided only to disclose gross profit.

Revenue

Income from the sale of services is recognised in the income statement when delivery to the buyer has taken place (percentage of completion method)

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. All discounts granted are recognised in revenue.

Other external costs

Other external costs comprise costs related to sales, sales campaigns, administration, office premises, operating leases, etc.

Staff costs

Staff costs comprise wages and salaries, including holiday allowance, pension and other social security costs, etc., to the Company's employees, excluding reimbursements from public authorities.

Financial income and expenses

Financial income and expenses comprise interest income and expense, gains and losses on securities, payables and transactions denominated in foreign currencies, amortisation of financial assets and liabilities as well as surcharges and refunds under the on-account tax scheme, etc.

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Tax on profit/loss for the year

Tax for the year comprises current corporation tax for the year and changes in deferred tax, including changes in tax rates. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

Balance sheet

Intangible assets

Development projects

Development costs comprise costs, wages, salaries and amortisation directly and indirectly attributable to development activities.

Gains and losses on the disposal of intangible assets are determined as the difference between the selling price less selling cost and the carrying amount at the date of disposal.

Gains and losses are recognised in the income statement as other operating income or other operating costs, respectively.

Receivables

Receivables are measured at amortised cost.

Write-down is made for bad debt losses where there is an objective indication that a receivable or a portfolio of receivables has been impaired. If there is an objective indication that an individual receivable has been impaired, write-down is made on an individual basis.

Construction contracts

Construction contracts are measured at the selling price of the work performed less progress billings and expected losses. The selling price is measured on the basis of the stage of completion at the balance sheet date and the projected income from the individual construction contract. The stage of completion is stated as the share of costs incurred in proportion to estimated total costs relating to the individual construction contract.

When the selling price of a construction contract cannot be estimated reliably, the selling price is measured at the lower of costs incurred and net realisable value.

The individual construction contract is recognised in the balance sheet as receivables or payables, respectively. Net assets comprise the total of construction contracts where the selling price of the work performed exceeds progress billings. Net liabilities comprise the total of construction contracts where progress billings exceed the selling price.

Costs arising from sales work and contracting are recognised in the income statement as incurred.

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Corporation tax and deferred tax

Current tax payable and receivable is recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities based on the planned use of the asset or settlement of the liability.

Deferred tax assets, including the tax value of tax loss carryforwards, are recognised at the expected value of their utilisation within the foreseeable future; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Any deferred net assets are measured at net realisable value.

Deferred tax is measured in accordance with the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Changes in deferred tax as a result of changes in tax rates are recognised in the income statement or equity, respectively.

Liabilities other than provisions

Other liabilities are measured at net realisable value.

Financial statements 1 January – 31 December

Notes

DKK	2017	2016 (not audited)
2 Staff costs		
Wages and salaries	1,917,471	673,017
Pensions	106,080	59,876
Other social security costs	1,949	0
Other staff costs	<u>69,400</u>	<u>9,859</u>
	<u>2,094,900</u>	<u>742,752</u>
Average number of full-time employees	<u>5</u>	<u>2</u>
recognised as follows:		
Staff costs	1,982,400	742,752
Capitalized development costs,	<u>112,500</u>	<u>0</u>
	<u>2,094,900</u>	<u>742,752</u>
3 Financial expenses		
Interest expense to group entities	0	7,500
Other financial costs	<u>7,849</u>	<u>10,182</u>
	<u>7,849</u>	<u>17,682</u>
4 Tax on profit/loss for the year		
Deferred tax for the year	<u>-359,930</u>	<u>-149,191</u>
	<u>-359,930</u>	<u>-149,191</u>
5 Intangible assets		
DKK		Completed development projects
Cost at 1 January 2017		0
Additions for the year		<u>714,828</u>
Cost at 31 December 2017		<u>714,828</u>
Amortisation for the year		<u>-80,033</u>
Amortisation and impairment losses at 31 December 2017		<u>-80,033</u>
Carrying amount at 31 December 2017		<u>634,795</u>

Financial statements 1 January – 31 December

Notes

6 Contractual obligations, contingencies, etc.

Contingent liabilities

The Group's Danish entities are jointly and severally liable for tax on the Group's jointly taxed income and for certain withholding taxes such as dividend tax and royalty tax as well as for the joint registration for VAT.

Commitments under rental agreements or leases represent DKK 52,500.