



## Mo2tion Technology Innovation ApS

Hørkær 26, 1.  
2730 Herlev  
CVR No. 35660720

## Annual report 01.07.2021 - 30.06.2022

The Annual General Meeting adopted the  
annual report on 20.12.2022

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**Nicholas Coutts**  
Chairman of the General Meeting

# Contents

Entity details	2
Statement by Management	3
Independent auditor's extended review report	4
Management commentary	6
Income statement for 2021/22	7
Balance sheet at 30.06.2022	8
Statement of changes in equity for 2021/22	10
Notes	11
Accounting policies	14

# Entity details

## Entity

Mo2tion Technology Innovation ApS

Hørkær 26, 1.

2730 Herlev

Business Registration No.: 35660720

Registered office: Copenhagen

Financial year: 01.07.2021 - 30.06.2022

## Board of Directors

Nicholas Coutts, Chairman

Mohammad Irfan Goandal

Mads Find Madsen

Lars Jonas Olsson

Carl Niclas Victor Bönström

Thomas Cale Matthews

Martin Bøge Mikkelsen

## Executive Board

Kresten Juel Nikolaj Laut Jensen

## Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

2300 Copenhagen S

# Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of Mo2tion Technology Innovation ApS for the financial year 01.07.2021 - 30.06.2022.

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 30.06.2022 and of the results of its operations for the financial year 01.07.2021 - 30.06.2022.

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

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

Copenhagen, 20.12.2022

## Executive Board

**Kresten Juel Nikolaj Laut Jensen**

## Board of Directors

**Nicholas Coutts**  
Chairman

**Mohammad Irfan Goandal**

**Mads Find Madsen**

**Lars Jonas Olsson**

**Carl Niclas Victor Bönström**

**Thomas Cale Matthews**

**Martin Bøge Mikkelsen**

# Independent auditor's extended review report

## To the shareholders of Mo2tion Technology Innovation ApS

### Conclusion

We have performed an extended review of the financial statements of Mo2tion Technology Innovation ApS for the financial year 01.07.2021 - 30.06.2022, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 30.06.2022 and of the results of its operations for the financial year 01.07.2021 - 30.06.2022 in accordance with the Danish Financial Statements Act.

### Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

### Material uncertainty related to going concern

With reference to the management commentary and note 1 in the financial statements, we point out that, at the time of presentation of the financial statements, material uncertainty is attached to the Company's continued operations if no additional capital is injected in the Company before the end of January 2023.

### Management's responsibilities 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 as 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 Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless Management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

### Auditor's responsibilities for the extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and

perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

#### **Statement on the management commentary**

Management is responsible for the management commentary.

Our conclusion on the financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

In connection with our extended review of the financial statements our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the extended review or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary is in accordance with 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 commentary.

Copenhagen, 20.12.2022

#### **Deloitte**

Statsautoriseret Revisionspartnerselskab

CVR No. 33963556

#### **Claus Jorch Andersen**

State Authorised Public Accountant

Identification No (MNE) mne33712

# Management commentary

## Primary activities

The Company's main activity is to run a business that develops and sells motion analysis services and other related services.

## Development in activities and finances

COVID-19 has impacted the fitness industry in a way that has required the Company to invest in developing services for online training at home. Moreover, it has resulted in a temporary downswing in revenues.

At the time of presentation of the financial statements, no clarification has yet been given on the Company's financing up until 30 June 2023. Management has ongoing discussions with several potential investors, but the final terms and conditions for an injection of additional capital have not yet been clarified. Management continues to expect that it will be possible to inject additional capital in the Company before the end of January 2023 and has, on this basis, decided to present the annual report on a going concern basis. However, material uncertainty is attached to the Company's continued operations.

## Events after the balance sheet date

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.

# Income statement for 2021/22

	Notes	2021/22 DKK	2020/21 DKK
<b>Gross profit/loss</b>		<b>(10,508,523)</b>	<b>(5,912,161)</b>
Staff costs	3	(2,765,136)	(3,248,643)
Depreciation, amortisation and impairment losses		(3,676,179)	(2,683,712)
<b>Operating profit/loss</b>		<b>(16,949,838)</b>	<b>(11,844,516)</b>
Other financial income	4	20,003	77,066
Other financial expenses		(378,401)	(179,053)
<b>Profit/loss before tax</b>		<b>(17,308,236)</b>	<b>(11,946,503)</b>
Tax on profit/loss for the year	5	998,491	1,076,384
<b>Profit/loss for the year</b>		<b>(16,309,745)</b>	<b>(10,870,119)</b>
<b>Proposed distribution of profit and loss</b>			
Retained earnings		(16,309,745)	(10,870,119)
<b>Proposed distribution of profit and loss</b>		<b>(16,309,745)</b>	<b>(10,870,119)</b>



# Balance sheet at 30.06.2022

## Assets

	Notes	2021/22 DKK	2020/21 DKK
Completed development projects	7	19,143,052	15,161,147
<b>Intangible assets</b>	6	<b>19,143,052</b>	<b>15,161,147</b>
Other fixtures and fittings, tools and equipment		87,958	142,221
<b>Property, plant and equipment</b>	8	<b>87,958</b>	<b>142,221</b>
Deposits		155,257	148,197
<b>Financial assets</b>	9	<b>155,257</b>	<b>148,197</b>
<b>Fixed assets</b>		<b>19,386,267</b>	<b>15,451,565</b>
Trade receivables		66,034	176,910
Receivables from group enterprises		12,742	12,252
Other receivables		312,505	504,202
Prepayments		87,320	82,103
<b>Receivables</b>		<b>478,601</b>	<b>775,467</b>
<b>Cash</b>		<b>840,231</b>	<b>9,676,171</b>
<b>Current assets</b>		<b>1,318,832</b>	<b>10,451,638</b>
<b>Assets</b>		<b>20,705,099</b>	<b>25,903,203</b>

**Equity and liabilities**

	<b>Notes</b>	<b>2021/22 DKK</b>	<b>2020/21 DKK</b>
Contributed capital		149,524	138,949
Reserve for development expenditure		13,836,734	10,730,848
Retained earnings		(5,732,079)	7,349,127
<b>Equity</b>		<b>8,254,179</b>	<b>18,218,924</b>
Convertible and dividend-yielding debt instruments		5,065,837	0
Prepayments received from customers		33,342	141,578
Other payables		3,640,327	5,094,621
<b>Non-current liabilities other than provisions</b>	<b>10</b>	<b>8,739,506</b>	<b>5,236,199</b>
Current portion of non-current liabilities other than provisions	10	1,123,820	162,091
Prepayments received from customers		31,455	44,764
Trade payables		292,774	158,400
Other payables		2,263,365	2,082,825
<b>Current liabilities other than provisions</b>		<b>3,711,414</b>	<b>2,448,080</b>
<b>Liabilities other than provisions</b>		<b>12,450,920</b>	<b>7,684,279</b>
<b>Equity and liabilities</b>		<b>20,705,099</b>	<b>25,903,203</b>
Going concern	1		
Uncertainty relating to recognition and measurement	2		
Unrecognised rental and lease commitments	11		
Contingent liabilities	12		
Assets charged and collateral	13		

# Statement of changes in equity for 2021/22

	Contributed capital DKK	Share premium DKK	Reserve for development expenditure DKK	Retained earnings DKK	Total DKK
Equity beginning of year	138,949	0	10,730,848	7,349,127	18,218,924
Increase of capital	10,575	6,334,425	0	0	6,345,000
Other entries on equity	0	(6,334,425)	0	6,334,425	0
Transfer to reserves	0	0	3,105,886	(3,105,886)	0
Profit/loss for the year	0	0	0	(16,309,745)	(16,309,745)
<b>Equity end of year</b>	<b>149,524</b>	<b>0</b>	<b>13,836,734</b>	<b>(5,732,079)</b>	<b>8,254,179</b>

# Notes

## 1 Going concern

At the time of presentation of the financial statements, no clarification has yet been given on the Company's financing up until 30 June 2023. Management has ongoing discussions with several potential investors, but the final terms and conditions for an injection of additional capital have not yet been clarified. Management continues to expect that it will be possible to inject additional capital in the Company before the end of January 2023 and has, on this basis, decided to present the annual report on a going concern basis. However, material uncertainty is attached to the Company's continued operations.

## 2 Uncertainty relating to recognition and measurement

At June 30th 2022, the Company has recognised completed development projects of DKK 19,143 thousand. The value of these assets depends on the Company's ability to develop, market and sell the Company's development projects and related products. Management believes that the Company will be able to implement its plans in the next few years.

## 3 Staff costs

	2021/22 DKK	2020/21 DKK
Wages and salaries	9,249,605	8,160,857
Other social security costs	116,115	94,667
Other staff costs	193,496	75,279
	<b>9,559,216</b>	<b>8,330,803</b>
Staff costs classified as assets	(6,794,080)	(5,082,160)
	<b>2,765,136</b>	<b>3,248,643</b>
Average number of full-time employees	<b>14</b>	<b>13</b>

## 4 Other financial income

	2021/22 DKK	2020/21 DKK
Financial income from group enterprises	490	471
Exchange rate adjustments	19,513	76,595
	<b>20,003</b>	<b>77,066</b>

## 5 Tax on profit/loss for the year

	2021/22 DKK	2020/21 DKK
Adjustment concerning previous years	(998,491)	(1,076,384)
	<b>(998,491)</b>	<b>(1,076,384)</b>

## 6 Intangible assets

	<b>Completed development projects DKK</b>
Cost beginning of year	21,542,114
Additions	7,603,821
<b>Cost end of year</b>	<b>29,145,935</b>
Amortisation and impairment losses beginning of year	(6,380,967)
Amortisation for the year	(3,621,916)
<b>Amortisation and impairment losses end of year</b>	<b>(10,002,883)</b>
<b>Carrying amount end of year</b>	<b>19,143,052</b>

## 7 Development projects

Completed development projects relate to the development of IT applications based on motion analysis. The primary core systems and major user systems are completed and are expected to generate significant revenues in the coming financial years. With reference to section 83 (2) of the Danish Financial Statements Act, the deferred tax recognised in the balance sheet is set off against the capitalised costs for development projects in the Reserve for development costs under equity.

## 8 Property, plant and equipment

	<b>Other fixtures and fittings, tools and equipment DKK</b>
Cost beginning of year	313,673
<b>Cost end of year</b>	<b>313,673</b>
Depreciation and impairment losses beginning of year	(171,452)
Depreciation for the year	(54,263)
<b>Depreciation and impairment losses end of year</b>	<b>(225,715)</b>
<b>Carrying amount end of year</b>	<b>87,958</b>

## 9 Financial assets

	<b>Deposits DKK</b>
Cost beginning of year	148,197
Additions	7,060
<b>Cost end of year</b>	<b>155,257</b>
<b>Carrying amount end of year</b>	<b>155,257</b>

### 10 Non-current liabilities other than provisions

	Due within 12 months 2021/22 DKK	Due within 12 months 2020/21 DKK	Due after more than 12 months 2021/22 DKK	Outstanding after 5 years 2021/22 DKK
Convertible and dividend-yielding debt instruments	0	0	5,065,837	0
Prepayments received from customers	0	0	33,342	0
Other payables	1,123,820	162,091	3,640,327	250,000
	<b>1,123,820</b>	<b>162,091</b>	<b>8,739,506</b>	<b>250,000</b>

### 11 Unrecognised rental and lease commitments

	2021/22 DKK	2020/21 DKK
Liabilities under rental or lease agreements until maturity in total	<b>170,458</b>	<b>161,633</b>

### 12 Contingent liabilities

The Company participates in a Danish joint taxation arrangement in which Mo2tion Technology Holding ApS serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is, therefore, secondarily liable for income taxes etc for the jointly taxed entities, which is limited to the equity interest by which the entity participates in the Group, and also secondarily liable 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.

### 13 Assets charged and collateral

To secure other payables securities amounting to DKK 3 million at 30 June 2022, company deposits of DKK 4 million have been made with collateral in simple claims, operating equipment, inventories and acquired intellectual property rights. The total value of the pledged assets is DKK 154 thousand.

# 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, other operating income 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 is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

### Other external expenses

Other external expenses include expenses relating to the Company'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, social security contributions, pension contributions, etc. for the Company's staff.

**Depreciation, amortisation and impairment losses**

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

**Other financial income**

Other financial income comprises interest income.

**Other financial expenses**

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises.

**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.

**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.

**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:

	<b>Useful life Years</b>
Other fixtures and fittings, tools and equipment	3 years

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 cash in hand and bank deposits.

**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.