

# Akamai Technologies Denmark ApS

c/o Kromann Reumert  
Sundkrogsgade 5

2100 København Ø

(CVR-nr. 36 02 66 50)

*(Central Business Registration No. 36 02 66 50)*

## Annual Report 2021

Approved by the shareholder at the annual general meeting of the company  
held on 28 June 2022

*Henrik Møgelmoose  
Chairman of the meeting*

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*Please note that Danish decimal and digit grouping symbols have been used in the financial statements.*

## **Company details**

<b>Company</b>	Akamai Technologies Denmark ApS Meldahls­gade 5, 4. floor 1613 Copenhagen
	<i>Central Business Registration No.:</i> 36 02 66 50
	<i>Financial year:</i> 1 January 2021 to 31 December 2021
<b>Activity</b>	The principal activities of the Company relate to marketing and resale of services for accelerating and improving the delivery of content and applications over the Internet as well as consulting services related to IT engineering.
<b>Executive Board</b>	Gerald Deck Joanna Maria Bemben
<b>Auditor</b>	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Strandvejen 44 DK 2900 Hellerup

## **Statement by the Board of Directors**

The Executive Board have today presented the annual report of 2021 for Akamai Technologies Denmark ApS

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

In our opinion, the financial statements give a true and fair view of the Company's financial position at 31 December 2021, and of the results of its operations for the financial year 1 January 2021 to 31 December 2021 in accordance with the Danish Financial Statements Act.

We recommend the annual report for approval on the Annual General Meeting.

Copenhagen, 28 June 2022

### **Executive Board**

**Gerald Deck**

**Jonna Maria Bemben**

## **Independent Auditor's Report**

To the Shareholder of Akamai Denmark ApS

### **Opinion**

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2021, and of the results of the Company's operations for the financial year 1 January - 31 December 2021 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Akamai Denmark ApS for the financial year 1 January - 31 December 2021, which comprise income statement, balance sheet and notes, including a summary of significant accounting policies ("financial statements").

### **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 requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Statement on Management's Review**

Management is responsible for Management's Review.

Our opinion on the financial statements does not cover 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 Management's Review and, in doing so, consider whether 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 Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, in our view, 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 in Management's Review.

### **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 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 about 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 applicable in Denmark will always detect a material misstatement when it exists. Misstatements can 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 taken 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 judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit 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.

Hellerup, Copenhagen, 28 June 2022  
PricewaterhouseCoopers  
Statsautoriseret Revisionspartnerselskab  
CVR No 33 77 12 31

Martin Lunden  
State-Authorised Public Accountant  
mne32209

Thomas Lauritsen  
State-Authorised Public Accountant  
mne34342

## **Management's Review**

### ***Principal activities***

The company's principal activity is the delivery of internet content and applications to customers in a more reliable and cost-effective manner.

### **Business review**

The company had a solid performance in 2021 generating its net profit amounted to 2.6M DKK. External revenue earned outside Akamai group increased by 13% to 87.9M DKK in 2021. The company is in a strong financial position as at 31 December 2021, with total current assets of 34.1M DKK (2020: 37.2M DKK).

The company do not expect any additional risks since the market for solutions offered by Akamai continues to grow globally and locally. This is mainly due to the ever-increasing importance of the Internet for businesses and individuals, the growing importance of multi-media content on corporate websites, increasing "cloud computing" and the growing number of broadband Internet connections.

### **Extraordinary events**

The existence of novel coronavirus (COVID-19) was confirmed in early 2020 and has spread across China and beyond, causing disruptions to businesses and economic activity. The Management has assessed the impact of the COVID-19 on the Company operations and balances as of 31.12.2021 and did not identify any significant impact or impairment triggers. As of the date of this Financial Statement the Company does not expect that this situation would impact its going concern in 2022. The Management has also taken specific actions to limit, to the extent possible, the negative impact of the current situation on the Company.

## Income statement 1 January to 31 December

Note		2021 kr.	2020 kr.
	<b>Gross profit</b>	<b>20.974.853</b>	<b>18.566.895</b>
2	Staff costs	(15.681.670)	(14.607.571)
	Depreciation, amortization and impairment	(1.119.240)	(1.106.224)
	<b>Operating profit/loss</b>	<b>4.173.943</b>	<b>2.853.100</b>
	Other financial income	-	37.867
	Other financial costs	(206.962)	(151.070)
	<b>Profit/loss before tax</b>	<b>3.966.981</b>	<b>2.739.897</b>
3	Tax on profit/loss for the year	(1.383.374)	(749.671)
	<b>Profit/loss for the year</b>	<b>2.583.607</b>	<b>1.990.226</b>
	<b>Proposed distribution of profit/loss</b>		
	Retained earnings	2.583.607	1.990.226
	<b>Total amount applied</b>	<b>2.583.607</b>	<b>1.990.226</b>

## Balance Sheet as of 31 December

### Assets

	2021	2020
	kr.	kr.
Note		
Leasehold improvements	1.143.448	1.627.362
Fixtures and fittings, other plant and equipment	1.050.815	1.203.450
<b>Total tangible assets</b>	<b>2.194.263</b>	<b>2.830.812</b>
Other receivables	297.434	297.149
<b>Total financial assets</b>	<b>297.434</b>	<b>297.149</b>
<b>Total fixed assets</b>	<b>2.491.697</b>	<b>3.127.961</b>
Trade receivables	11.294.603	8.080.217
Receivables from group companies	616.256	840.012
Deferred tax asset	29.597	-
Tax receivables	111.704	843.098
Prepayments and accrued income	3.537.508	3.283.719
<b>Total receivables</b>	<b>15.589.668</b>	<b>13.047.046</b>
<b>Cash and cash equivalents</b>	<b>18.503.640</b>	<b>24.160.386</b>
<b>Total currents assets</b>	<b>34.093.308</b>	<b>37.207.432</b>
<b>Total assets</b>	<b>36.585.005</b>	<b>40.335.393</b>

## Balance sheet as of 31 December

### Equity and Liabilities

Note	<b>2021</b>	<b>2020</b>
	<b>kr.</b>	<b>kr.</b>
Share capital	50.000	50.000
Retained earnings	18.138.452	15.554.845
<b>Total equity</b>	<b>18.188.452</b>	<b>15.604.845</b>
Other payables	-	703.751
<b>Total non-current liabilities</b>	<b>-</b>	<b>703.751</b>
Provisions	-	52.423
<b>Total provisions</b>	<b>-</b>	<b>52.423</b>
Trade payables	356.299	395.854
Debts to group companies	12.314.791	16.828.545
Other payables	5.127.481	5.451.200
Deferred income	597.982	1.298.775
<b>Total current liabilities</b>	<b>18.396.553</b>	<b>23.974.374</b>
<b>Total liabilities</b>	<b>18.396.553</b>	<b>24.730.548</b>
<b>Total equity and liabilities</b>	<b>36.585.005</b>	<b>40.335.393</b>
4 <b>Contingencies, pledges and collateral</b>		
5 <b>Related parties</b>		
6 <b>Events after the Balance Sheet date</b>		

## Statement of changes in equity

Share capital 1 January 2021	50.000	50.000
	<u>50.000</u>	<u>50.000</u>
Retained earnings 1 January 2021	15.554.845	13.564.619
Profit/loss for the year	2.583.607	1.990.226
Total retained earnings	<u>18.138.452</u>	<u>15.554.845</u>
<b>Equity, end-of-period</b>	<u><b>18.188.452</b></u>	<u><b>15.604.845</b></u>

## Notes

### 1 Accounting Policies

#### General

The Annual Report of Akamai Technologies Denmark ApS for 2021 has been prepared 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.  
The financial statements for 2021 are presented in DKK.

The accounting policies are:

#### RECOGNITION AND MEASUREMENT

Income is recognized in the income statement as earned. In addition, value adjustments of financial assets and liabilities which are measured at fair value or amortized cost are recognized in the income statement.

Furthermore all costs incurred to achieve the year's revenues are recognized in the income statement including depreciation, amortization, impairment losses and provisions as well as reversals made to reflect changed accounting estimates concerning amounts previously recognized in the income statement.

Assets are recognized in the balance sheet when it is probable that future economic benefits will flow to the company and the value of the asset can be reliably measured.

Liabilities are recognized in the balance sheet when it is probable that future economic resources will flow from the company and the value of the liability can be reliably measured.

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

Certain financial assets and liabilities are measured at amortized cost, implying the recognition of a constant effective rate of interest to maturity.

Amortized cost is stated as original cost less any principal payments and plus or minus the accumulated amortization of any difference between cost and the nominal amount.

Recognition and measurement take into consideration gains, losses and risks that arise before the time of presentation of the annual report and that confirm or invalidate matters existing at the balance sheet date.

## **Foreign currency translation**

Transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognized in the income statement as financial income or financial costs. If currency positions are considered to be cash flow hedges. The value adjustments are recognized directly in equity.

Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date, are converted using the exchange rate at the balance sheet date. Any difference between the exchange rate on the balance sheet date and the rate at the occurrence of the receivable or the debt, is recognized in the Income statement as financial income or expense.

## **INCOME STATEMENT**

### **Gross profit/loss**

With reference to section 32 of the Danish Financial Statements Act, revenue has not been disclosed in the Annual Report. Gross profit/loss is calculated as a summary of revenue and other external expenses.

### **Revenue**

Revenue is recognized in the income statement if the contract has been concluded before the end of the year and only where the income can be determined reliably and is expected to be received. Revenue is recognized net of discounts related to sales.

### **Other external expenses**

Other external expenses comprise indirect production costs and expenses for premises, sales, and distribution as well as office expenses and professional services.

### **Staff expenses**

Staff expenses comprise wages and salaries as well as payroll expenses.

### **Financial income and costs**

Financial income and costs are recognized in the income statement by the amounts attributable to this financial year. Financial income and costs comprise interest income and expenses.

### **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 recognized in the income statement by the portion attributable to the profit/loss for the year and recognized directly in equity by the portion attributable to entries directly in equity.

## **BALANCE SHEET**

### **Tangible assets**

Depreciation is provided on a straight-line basis over the expected useful lives of the assets as follows:

- 1-2 years - Furnishing of leased premises.
- 2-5 years - Fixtures and fittings other plant and equipment.

Gains and losses on the disposal of tangible assets are determined as the difference between the selling price less costs to sell and the carrying amount at the date of disposal. Gains or losses are recognized in the income statement under other operational income or other operating costs.

### **Impairment of fixed assets**

The carrying amount of tangible assets is analysed annually for indications of impairment in addition to what is reflected by normal amortization and depreciation charges. If there are indications of any impairment, an impairment test is made on each asset or group of assets, respectively. Assets are written down to the lower between the recoverable amount and the carrying amount.

### **Receivables**

Receivables are measured at amortized cost which usually corresponds to the nominal value. Write-down is made for bad debt losses.

### **Prepayments and accrued income**

Prepayments recognized under assets include costs concerning subsequent financial years whose invoices were received or payments were made in this financial year. Accrued income includes revenue for the year which will be invoiced in subsequent financial years.

### **Tax payable and deferred tax**

Current tax liabilities and current tax receivables are recognized in the balance sheet as calculated tax on the taxable income for the year. Adjusted for tax on prior years' taxable income and for tax paid under the on account tax scheme.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax base of assets and liabilities. For the current year a tax rate of 22% is applied.

Deferred tax assets. Include the tax value of tax losses carried forward and are measured at the expected value of their utilization; either as a set-off tax against future income or as a set-off against deferred tax liabilities in the same legal tax entity. Any deferred net tax assets are measured at net realizable value.

### **Liabilities**

Trade payables and other payables are measured at nominal values.

### **Prepayments and deferred income**

Prepayments and deferred income recognized under liabilities include deferred income concerning subsequent financial years.

	<b>2021</b>	<b>2020</b>
	<b>kr.</b>	<b>kr.</b>
<b>2 Staff costs</b>		
Total amount for wages and salaries etc. is distributed as follows:		
Salaries and wages	14.659.199	13.701.340
Pensions	920.304	905.062
Other expenses relating to social security	102.167	1.169
	<b>15.681.670</b>	<b>14.607.571</b>
Average number of employees	12	12
<p>Management and other employees are included in Akamai Technologies Inc's share based compensation program. Warrants are granted with a vesting period of 3-4 years. There are performance conditions in connection with the program. Payment to the parent company regarding share delivered to employees according to the program are recognized as expense in the income statement.</p>		
<b>3 Tax on profit/loss for the year</b>		
Current tax for the year	910.707	618.726
Adjustment of deferred tax for the year	(82.020)	56.613
Tax adjustment regarding previous year	554.687	74.332
	<b>1.383.374</b>	<b>749.671</b>

## Notes

Akamai Technologies Denmark ApS is jointly and severally liable for the combined income tax on the joint taxation income, as well as dividend tax withheld and interest, for all companies in the tax pool until such taxes have been paid to the Danish tax authorities. Any subsequent adjustments of income tax and withholding tax may result in the company having a greater liability, which will appear in the annual report of the company. The total amount of payable income tax will appear from the annual report of Akamai Technologies Denmark ApS that is the management company.

	<u>2021</u> kr.	<u>2020</u> kr.
<b>4 Contingencies, pledges and collateral</b>		
<b>Rental obligation</b>		
The company has signed lease with a rent obligation	<u>747.605</u>	<u>1.572.748</u>

## 5 Related parties

### Controlling interest

### Basis

*Akamai Technologies Netherlands B.V.*

Controlling shareholder

### Ownership

The following shareholders are recorded in the Company's register of shareholders as holding at least 5% of the votes or at least 5% of the share capital:

*Akamai Technologies Netherlands B.V. Coengebouw Kabelweg 37, 1014 BA, Amsterdam. Netherlands*

### Consolidated Financial Statements

The Company is included in the Group Annual Report of the Ultimate Parent Company:

#### *Name*

Akamai Technologies Inc.

#### *Place of registered office*

145 Broadway  
Cambridge. MA 02142  
USA

## 6 Events after the Balance Sheet date

There are no significant post balance sheet events which impact these financial statements.

# PENNEO

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"By my signature I confirm all dates and content in this document."

## Gerald Deck

### Direktionsmedlem

On behalf of: Akamai Technologies Denmark ApS

Serial number: gdeck@akamai.com

IP: 104.28.xxx.xxx

2022-06-28 14:39:00 UTC

## Joanna Bemben

### Direktionsmedlem

On behalf of: Akamai Technologies Denmark ApS

Serial number: jbemben@akamai.com

IP: 37.47.xxx.xxx

2022-06-28 14:47:00 UTC

## Thomas Lauritsen

### Statsautoriseret revisor

On behalf of: PricewaterhouseCoopers Statsautoriseret...

Serial number: CVR:33771231-RID:66703258

IP: 83.136.xxx.xxx

2022-06-28 14:50:31 UTC

NEM ID

## Martin Lunden

### Statsautoriseret revisor

On behalf of: PricewaterhouseCoopers Statsautoriseret...

Serial number: CVR:33771231-RID:77203914

IP: 83.136.xxx.xxx

2022-06-28 18:38:11 UTC

NEM ID

## Henrik Møgelmose

### Dirigent

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