

# **RENCAT ApS**

Fysikvej 309, st  
2800 Kongens Lyngby

Annual report  
1 January 2018 - 31 December 2018

**The annual report has been presented and  
approved on the company's general meeting the**

**09/05/2019**

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**Debasish Chakraborty**  
**Chairman of general meeting**

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# Company information

**Reporting company** RENCAT ApS  
Fysikvej 309, st  
2800 Kongens Lyngby

CVR-nr: 36397268  
Reporting period: 01/01/2018 - 31/12/2018

**Auditor**

KPMG P/S  
Dampfærgevej 28  
2100 København Ø  
DK Danmark  
CVR-nr: 25578198  
P-number: 1018974173

# Statement by Management

The Board of Directors and the Executive Board have today discussed and approved the annual report of RenCat ApS for the financial year 1 January 2017 – 31 December 2018.

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 2018 and of the results of the Company's operations for the financial year 1 January 2017 – 31 December 2018.

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 should be approved at the annual general meeting.

Copenhagen, the 09/05/2019

## **Management**

Debasish Chakraborty

## **Board of directors**

Bjarne Henning Jensen

Debasish Chakraborty

Ib Chorkendorff

# The independent auditor's report on financial statements

To the shareholders of RENCAT ApS

## Opinion

We have audited the financial statements of Rencat ApS for the financial year 1 January – 31 December 2018, comprising income statement, balance sheet 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 2018 and of the results of the Company's operations for the financial year 1 January – 31 December 2018 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.

## Responsibilities of management 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 responsibility

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 financial statement 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 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.

### **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 Statement Act. We did not identify any material misstatement of the Management's review.

Copenhagen, 09/05/2019

Morten Høgh-Petersen , mne34283  
State Authorised Public Accountant  
KPMG P/S  
CVR: 25578198

# Management's Review

## **Principal activities of the Company**

Rencats main activity is to commercializing a patent pending fuel processing technology to process ammonia to Proton Exchange Fuel Cell (PEMFC) grade hydrogen.

## **Development in activities and financial position**

The net result for the financial year 01.01.18 - 31.12.18 is 572.903 DKK. The equity as of 31.12.18 is 1,145.868 DKK.

## **Events after the end of the financial year**

After the end of the financial year, no events have occurred that could materially affect the company's financial position

# Accounting Policies

The annual report has been prepared in accordance with the regulation applying to Reporting class B.

## Income statement

### Revenue

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties.

### 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.

### Other operating costs

Other operating costs comprise items secondary to the activities of the entities, including losses on the disposal of intangible assets and property, plant and equipment.

### 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 Danish tax prepayment scheme, etc.

### Tax on profit/loss for the year

Tax for the year comprises current 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 at the amount attributable to the profit/loss for the year and directly in equity at the amount attributable to entries directly in equity.

## Balance sheet

### Cash and cash equivalents

Cash and cash equivalents comprise cash and short-term marketable securities with a term of three months or less which are easily convertible into cash and which are subject to only an insignificant risk of changes in value.

### Equity

#### Dividends

Proposed dividends are recognised as a liability at the date on which they are adopted at the annual general meeting (declaration date). The expected dividend payment for the year is disclosed as a separate item under equity.

### 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 measured on the planned use of the asset or settlement of the liability, respectively. However, deferred tax is not recognised on temporary differences relating to office buildings non-deductible for tax purposes and other items where temporary differences arise at the date of acquisition without affecting either profit/loss or taxable income.

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**

Financial liabilities are recognised at the date of borrowing at cost, corresponding to the proceeds received less transaction costs paid. In subsequent periods, the financial liabilities are measured at amortised cost, corresponding to the capitalised value using the effective interest rate. Accordingly, the difference between cost and the nominal value is recognised in the income statement over the term of the loan together with interest expenses.

Finance lease obligations are recognised as financial liabilities at amortised cost.

Other liabilities are measured at net realisable value.

# Income statement 1 Jan 2018 - 31 Dec 2018

	Disclosure	2018 kr.	2017 kr.
<b>Gross Result</b> .....		<b>733,874</b>	<b>743,995</b>
Other finance income .....		617	0
<b>Profit (loss) from ordinary activities before tax</b> .....		<b>734,491</b>	<b>743,995</b>
Tax expense .....		-161,588	-163,679
<b>Profit (loss)</b> .....		<b>572,903</b>	<b>580,316</b>
<b>Proposed distribution of results</b>			
Sundry reserves .....		730,371	644,838
Retained earnings .....		-157,467	-64,522
<b>Proposed distribution of profit (loss)</b> .....		<b>572,903</b>	<b>580,316</b>

# Balance sheet 31 December 2018

## Assets

	Disclosure	2018 kr.	2017 kr.
Development projects in progress .....		1,763,088	826,715
<b>Intangible assets</b> .....		<b>1,763,088</b>	<b>826,715</b>
Deposits .....		14,916	14,916
<b>Investments</b> .....		<b>14,916</b>	<b>14,916</b>
<b>Total non-current assets</b> .....		<b>1,778,004</b>	<b>841,631</b>
Tax receivables .....		62,612	18,198
Other receivables .....		120,946	120,946
<b>Receivables</b> .....		<b>183,558</b>	<b>139,144</b>
Cash and cash equivalents .....		433,693	85,256
<b>Current assets</b> .....		<b>617,251</b>	<b>224,400</b>
<b>Total assets</b> .....		<b>2,395,255</b>	<b>1,066,031</b>

# Balance sheet 31 December 2018

## Liabilities and equity

	Disclosure	2018 kr.	2017 kr.
Contributed capital .....		50,001	50,001
Reserve for development expenditure .....		1,375,209	644,838
Retained earnings .....		-279,342	-121,875
<b>Total equity .....</b>		<b>1,145,868</b>	<b>572,964</b>
Provisions for deferred tax .....		387,879	181,877
<b>Provisions, gross .....</b>		<b>387,879</b>	<b>181,877</b>
Payables to associates .....		500,000	0
<b>Long-term liabilities other than provisions, gross .....</b>		<b>500,000</b>	<b>0</b>
Trade payables .....		24,102	15,122
Payables to associates .....		98,450	98,450
Other payables, including tax payables, liabilities other than provisions .....		234,335	193,426
Payables to shareholders and management .....		4,621	4,192
<b>Short-term liabilities other than provisions, gross .....</b>		<b>361,508</b>	<b>311,190</b>
<b>Liabilities other than provisions, gross .....</b>		<b>861,508</b>	<b>311,190</b>
<b>Liabilities and equity, gross .....</b>		<b>2,395,255</b>	<b>1,066,031</b>

# Disclosures

## 1. Information on average number of employees

	<b>2018</b>
Average number of employees .....	3