

# PENM IV Founding Partner ApS

Tuborg Havnevej 18

2900 Hellerup

CVR no. 36 90 64 13

## Annual report 2018

Approved at the annual general meeting on 13 May 2019

Chairman:



Susan Lützner





## Contents

Statement by Management	2
Independent auditor's report	3
Management's review	5
Financial statements 1 January - 31 December	6
Income statement	6
Balance sheet	7
Statement of changes in equity	8
Notes	9

## Statement by Management

Today, the Executive Board has discussed and approved the annual report of PENM IV Founding Partner ApS for the financial year 1 January - 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 financial position of the Company at 31 December 2018 and of the results of the Company's operations for the financial year 1 January - 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 be approved at the annual general meeting.

Hellerup, 13 May 2019  
Executive Board:



Hans Christian Jacobsen



Susan Lützner



Lars Kjær

## Independent auditor's report

To the limited partners of PENM IV Founding Partner ApS

### Opinion

We have audited the financial statements of PENM IV Founding Partner ApS for the financial year 1 January - 31 December 2018, which comprise 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 financial position of the Company 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 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Independence

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 additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these rules and requirements.

### 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 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 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 the financial statements.

As part of an audit conducted in accordance with ISAs and 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 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.

## Independent auditor's report

- ▶ 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 note 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 Statements Act. We did not identify any material misstatement of the Management's review.

Copenhagen, 13 May 2019  
ERNST & YOUNG  
Godkendt Revisionspartnerselskab  
CVR no. 30 70 02 28



Rasmus Berntsen  
State Authorised  
Public Accountant  
mne35461

## Management's review

### Company details

Name	PENM IV Founding Partner ApS
Address, Postal code, City	Tuborg Havnevej 18 DK-2900 Hellerup
CVR no.	36 90 64 13
Establishment	28 May 2015
Registered office	Gentofte
Financial year	1 January - 31 December
Executive Board	Hans Christian Jacobsen, Chief Executive Officer Susan Lützner Lars Kjær
Auditors	Ernst & Young Godkendt Revisionspartnerselskab Osvald Helmuhs Vej 4, P.O. Box 250 2000 Frederiksberg

### Primary activities

The Company's purpose is, as a limited partner, to establish and invest in Private Equity New Markets IV K/S. The Company may also conduct associated services and business activities.

### Development in activities and finances

The income statement for 2018 shows a loss of DKK 11,164 against loss of DKK 6,964 last year, and the balance sheet at 31 December 2018 shows equity of DKK 61,293.

Management considers the Company's financial performance in the year acceptable.

### Events after the balance sheet date

No events materially affecting the Company's financial position have occurred subsequent to the financial year end.

## Financial statements 1 January - 31 December

### Income statement

Note	DKK	2018	2017
2	Administrative expenses	-12,500	-8,750
	<b>Gross profit/loss</b>	-12,500	-8,750
	Income from other investments	-679	1,340
	Financial expenses	-942	-1,896
	<b>Profit/loss before tax</b>	-14,121	-9,306
	Tax for the year	2,957	2,342
	<b>Profit/loss for the year</b>	<u>-11,164</u>	<u>-6,964</u>
	<b>Proposed distribution of profit/loss</b>		
	Retained earnings	-11,164	-6,964
		<u>-11,164</u>	<u>-6,964</u>

## Financial statements 1 January - 31 December

### Balance sheet

Note	DKK	<u>2018</u>	<u>2017</u>
	<b>ASSETS</b>		
	<b>Non-current assets</b>		
	<b>Investments</b>		
	Other investments	45,817	35,480
	<b>Total non-current assets</b>	<u>45,817</u>	<u>35,480</u>
	<b>Current assets</b>		
	<b>Receivables</b>		
	Deferred tax assets	9,924	6,966
		<u>9,924</u>	<u>6,966</u>
	<b>Cash</b>	18,053	38,761
	<b>Total current assets</b>	<u>27,977</u>	<u>45,727</u>
	<b>TOTAL ASSETS</b>	<u><u>73,794</u></u>	<u><u>81,207</u></u>
	 <b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
	Contributed capital	100,000	100,000
	Share premium	300,000	300,000
	Retained earnings	-338,707	-327,543
	<b>Total equity</b>	<u>61,293</u>	<u>72,457</u>
	<b>Current liabilities</b>		
	Other payables	12,501	8,750
	<b>Total current liabilities</b>	<u>12,501</u>	<u>8,750</u>
	<b>Total liabilities</b>	<u>12,501</u>	<u>8,750</u>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>73,794</u></u>	<u><u>81,207</u></u>

- 1 Accounting policies
- 3 Contingent assets
- 4 Contingent liabilities



## Financial statements 1 January - 31 December

### Statement of changes in equity

DKK	Contributed capital	Share premium	Retained earnings	Total
Equity at 1 January 2017	100,000	300,000	-320,579	79,421
Transfer of profit/loss	0		-6,964	-6,964
Equity at 1 January 2018	100,000	300,000	-327,543	72,457
Transfer of profit/loss	0		-11,164	-11,164
Equity at 31 December 2018	100,000	300,000	-338,707	61,293

## Financial statements 1 January – 31 December

### Notes

#### 1 Accounting policies

The annual report of PENM IV Founding Partner ApS for 2018 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B entities and elective choice of certain provisions applying to reporting class C entities.

The financial statements have been prepared in accordance with the same accounting policies as last year.

#### Income statement

##### Administrative expenses

Administrative expenses comprise fees to the operating company and other costs, including audit fees.

##### Income from other investments

Income from other investments comprises gains in the form of dividends, currency translation and price adjustments, etc. on fixed asset investments.

##### Financial expenses

Financial expenses comprise interest income and expense, realised and unrealised currency losses on prepayments, payables and other monetary items in foreign currency and on transactions in foreign currencies.

##### Tax for the year

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to transactions taken to equity is recognised in equity.

#### Balance sheet

##### Other investments

On initial recognition, other investments are determined at the exchange rates at the transaction date and are subsequently measured at fair value translated at the exchange rate at the balance sheet date. The fair value is determined based on the fair value of the underlying investments. Liabilities in other investments are measured at fair value.

##### Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and the tax base of assets and liabilities, for which the tax base of assets is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

##### Other payables

Other payables are measured at amortised cost, which usually corresponds to nominal value.

## Financial statements 1 January - 31 December

### Notes

#### 2 Administrative expenses

The Company has no employees besides the Executive Board.

#### 3 Contingent assets

PENM IV Founding Partner ApS is a limited partner in Private Equity New Markets IV K/S. PENM IV Founding Partner ApS has a contractual right to carried interest (performance fee) from Private Equity New Markets IV K/S, if the Company's total return exceeds a certain hurdle rate. At 31 December 2018, Private Equity New Markets IV K/S has not reached a return on its investments in excess of the prescribed limit (hurdle rate) for initiation of carried interest.

#### 4 Contingent liabilities

The Company has no guarantees or contingent liabilities, but has an outstanding commitment of USD 3,116.