

PENM IV Founding Partner ApS

Tuborg Havnevej 18

2900 Hellerup

CVR no. 36 90 64 13

Annual report 2020

Approved at the annual general meeting on May 4th 2021

Chairman:



Michael Rude Mortensen



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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 2020.

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 2020 and of the results of the Company's operations for the financial year 1 January - 31 December 2020.

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, May 4th 2021
Executive Board:



Hans Christian Jacobsen



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 2020, 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 2020 and of the results of the Company's operations for the financial year 1 January - 31 December 2020 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, May 4th 2021
EY 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 Lars Kjær |
| Auditors | EY Godkendt Revisionspartnerselskab Dirch Passers Allé 36, 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 2020 shows a loss of DKK 6,165 against loss of DKK 6,042 last year, and the balance sheet at 31 December 2020 shows equity of DKK 91,711. The year's profit is a result of positive returns on portfolio companies in Private Equity New Markets IV K/S.

The Company has lost more than 50% of its capital. The Management believes that the capital will be restored through future operations.

Events after the balance sheet date

In March 2020, The World Health Organization declared COVID-19 a pandemic. As a result, businesses around the world have experienced a significant disruption. PENM IV Founding Partner ApS considered the impact of COVID-19 on the assumptions and estimates used in evaluating our assets and liabilities.

We determined that there were no material adverse impacts on the PENM IV Founding Partner ApS' results of operations after year end 2020.

Financial statements 1 January - 31 December

Income statement

| Note | DKK | 2020 | 2019 |
|------|---|---------|---------|
| 2 | Administrative expenses | -12,500 | -12,500 |
| | Gross profit/loss | -12,500 | -12,500 |
| | Income from other investments | 6,968 | 6,975 |
| | Financial expenses | -2,372 | -2,221 |
| | Profit/loss before tax | -7,904 | -7,746 |
| | Tax for the year | 1,295 | 1,704 |
| | Profit/loss for the year | -6,609 | -6,042 |
| | Proposed distribution of profit/loss | | |
| | Retained earnings | -6,609 | -6,042 |
| | | -6,609 | -6,042 |

Financial statements 1 January - 31 December

Balance sheet

| Note | DKK | 2020 | 2019 |
|------|--|---------------|---------------|
| | ASSETS | | |
| | Non-current assets | | |
| | Investments | | |
| | Other investments | 65,281 | 53,642 |
| | Total non-current assets | 65,281 | 53,642 |
| | Current assets | | |
| | Receivables | | |
| | Deferred tax assets | 12,922 | 11,628 |
| | | 12,922 | 11,628 |
| | Cash | 13,063 | 2,482 |
| | Total current assets | 25,986 | 14,110 |
| | TOTAL ASSETS | 91,267 | 67,752 |
| | EQUITY AND LIABILITIES | | |
| | Equity | | |
| | Contributed capital | 100,000 | 100,000 |
| | Share premium | 300,000 | 300,000 |
| | Retained earnings | -351,357 | -344,748 |
| | Total equity | 48,643 | 55,252 |
| | Non-current liabilities other than provisions | | |
| | Payables to associates | 30,124 | 0 |
| | Current liabilities | | |
| | Other payables | 12,499 | 12,500 |
| | Total current liabilities | 12,499 | 12,500 |
| | Total liabilities | 42,624 | 12,500 |
| | TOTAL EQUITY AND LIABILITIES | 91,267 | 67,752 |

- 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 2019 | 100,000 | 300,000 | -388,707 | 61,294 |
| Transfer of profit/loss | 0 | 0 | -6,042 | -6,042 |
| Equity at 1 January 2020 | 100,000 | 300,000 | 344,748 | 55,252 |
| Transfer of profit/loss | 0 | 0 | -6,609 | -6,609 |
| Equity at 31 December 2020 | 100,000 | 300,000 | 351,357 | 48,643 |

The Company has lost more than 50% of its capital. The Management believes that the capital will be restored through future operations.

Financial statements 1 January - 31 December

Notes

1 Accounting policies

The annual report of PENM IV Founding Partner ApS for 2020 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 carry forwards, 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.

Liabilities

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

Payables to associates are measured at amortised cost.

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 fund's total return exceeds a certain hurdle rate. At 31 December 2020, Private Equity New Markets IV K/S has 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 1,340.