

Avaso Technology Solutions ApS

**Depotvej 1
4700 Næstved**

CVR no. 36 92 61 20

Annual report for 2022

(8th Financial year)

Adopted at the annual general meeting
on 6 July 2023

Bobby Hulstrøm
chairman

Table of contents

	Page
Statements	
Statement by management on the annual report	1
Independent auditor's report on extended review	2
Management's review	
Company details	4
Management's review	5
Financial statements	
Accounting policies	6
Income statement 1 January - 31 December	9
Balance sheet 31 December	10
Statement of changes in equity	12
Notes	13

Statement by management on the annual report

The executive board has today discussed and approved the annual report of Avaso Technology Solutions ApS for the financial year 1 January - 31 December 2022.

The annual report is prepared in accordance with the Danish Financial Statements Act.

In my opinion, the financial statements give a true and fair view of the company's financial position at 31 December 2022 and of the results of the company's operations for the financial year 1 January - 31 December 2022.

In my opinion, management's review includes a fair review of the matters dealt with in the management's review.

Management recommends that the annual report should be approved by the company in general meeting.

Næstved, 6 July 2023

Executive board

Bobby Hulstrøm
Director

Independent auditor's report on extended review

To the shareholders of Avaso Technology Solutions ApS

Opinion

We have performed extended review of the financial statements of Avaso Technology Solutions ApS for the financial year 1 January - 31 December 2022, which comprise a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes. The financial statements are prepared under the Danish Financial Statements Act.

Based on the performed work it is our opinion, that the financial statements give a true and fair view of the company's financial position at 31 December 2022 and of the results of the company's operations for the financial year 1 January - 31 December 2022 in accordance with the Danish Financial Statements Act.

Basis for Opinion

We conducted our extended review in accordance with the Danish Business Authority's standard on auditor's report for small enterprises and FSR - danish auditors' standard on extended review of financial statements in accordance with the Danish Financial Statements Act. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review 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 IESBA Code. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 responsibility for the extended review of the financial statements

Our responsibility is to express a conclusion on the accompanying financial statements. This requires us to perform procedures in order to obtain limited assurance for our conclusion on these financial statements, and in addition perform specifically required supplementary procedures in order to obtain additional assurance for our conclusion.

Independent auditor's report on extended review

An extended review of financial statements includes procedures primarily consisting of making inquiries of management and others within the entity, as appropriate, applying analytical procedures and the specifically required supplementary procedures, and evaluating the evidence obtained.

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

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 extended review 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 extended review, 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, we conclude that 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 management's review.

Næstved, 6 July 2023

KvalitetsRevision
Godkendt Revisionspartnerselskab
CVR no. 36 48 02 54

Martin Bech Ø. Jensen
Statsautoriseret revisor
MNE no. mne34465

Company details

The company

Avaso Technology Solutions ApS
Depotvej 1
4700 Næstved

CVR no.: 36 92 61 20

Reporting period: 1 January - 31 December 2022

Incorporated: 17 juni 2015

Financial year: 8th financial year

Domicile: Næstved

Executive board

Bobby Hulstrøm, director

Auditors

KvalitetsRevision
Godkendt Revisionspartnerselskab
Marskvej 27A
4700 Næstved

Management's review

Business review

The company's purpose is to conduct business in IT support, consultancy and related business.

Financial review

The company's income statement for the year ended 31. december 2022 shows a profit of DKK 658.140, and the balance sheet at 31 December 2022 shows equity of DKK 5.111.927.

Significant events occurring after the end of the financial year

No events have occurred after the balance sheet date which could significantly affect the company's financial position.

Accounting policies

The annual report of Avaso Technology Solutions ApS for 2022 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B, as well as provisions applying to reporting class C entities.

The accounting policies applied are consistent with those of last year.

The annual report for 2022 is presented in DKK

Basis of recognition and measurement

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, depreciation and impairment losses, are also recognised in the income statement.

Assets are recognised 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 measured reliably.

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

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

Certain financial assets and liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated as the historic cost less any installments and plus/less the accumulated amortisation of the difference between the cost and the nominal amount.

On recognition and measurement, allowance is made for predictable losses and risks which occur before the annual report is presented and which confirm or invalidate matters existing at the balance sheet date.

Income statement

Gross profit

In pursuance of section 32 of the Danish Financial Statements Act, the company does not disclose its revenue.

Gross profit reflects an aggregation of revenue less costs of other external expenses.

Revenue

Income from the sale of services is recognised in the income statement, provided that the transfer of risk, usually on delivery to the buyer, has taken place and that the income can be measured reliably and is expected to be received.

Accounting policies

Revenue is measured at the fair value of the agreed consideration, excluding VAT and other indirect taxes. Revenue is net of all types of discounts granted.

Other external expenses

Other external expenses include direct costs to contractors expenses and costs related to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts that relate to the financial year. Net financials include interest income and expenses, financial expenses relating to finance leases, realised and unrealised capital/exchange gains and losses on securities, liabilities and foreign currency transactions, amortisation of financial assets and liabilities and surcharges and allowances under the Danish Tax Prepayment Scheme, etc.

Tax on profit/loss for the year

Tax for the year, which comprises the current tax charge for the year and changes in the deferred tax charge, is recognised in the income statement as regards the portion that relates to the profit/loss for the year and directly in equity as regards the portion that relates to entries directly in equity.

Balance sheet

Receivables

Receivables are measured at amortised cost.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable is impaired, an impairment loss for that individual asset is recognised.

Cash and cash equivalents

Cash and cash equivalents comprise deposits at banks.

Equity

Dividends

Proposed dividends are disclosed as a separate item under equity. Dividends are recognised as a liability when declared by the annual general meeting of shareholders.

Accounting policies

Income tax and deferred tax

Current tax liabilities and current tax receivables are recognised in the balance sheet as the estimated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and tax paid on account.

Deferred tax is measured according to the liability method in respect of temporary differences between the carrying amount of assets and liabilities and their tax base, calculated on the basis of the planned use of the asset and settlement of the liability, respectively. Deferred tax is measured at net realisable value.

Deferred tax is measured according to the tax rules and at the tax rates applicable in the respective countries at the balance sheet date when the deferred tax is expected to crystallise as current tax. Deferred tax adjustments resulting from changes in tax rates are recognised in the income statement, with the exception of items taken directly to equity.

Deferred tax assets, including the tax base of tax losses allowed for carry forward, are measured at the value to which the asset is expected to be realised, either as a set-off against tax on future income or as a set-off against deferred tax liabilities within the same legal tax entity. Any deferred net tax assets are measured at net realisable value.

Liabilities

Liabilities, which include trade payables, payables to group entities and other payables, are measured at amortised cost, which is usually equivalent to nominal value.

Income statement 1 January - 31 December

	<u>Note</u>	<u>2022</u> DKK	<u>2021</u> DKK
Gross profit		3.099.254	3.785.146
Staff costs	1	<u>-2.585.081</u>	<u>-1.147.434</u>
Profit/loss before net financials		514.173	2.637.712
Financial income	2	445.799	15.731
Financial costs	3	<u>-26.216</u>	<u>-362.094</u>
Profit/loss before tax		933.756	2.291.349
Tax on profit/loss for the year	4	<u>-275.616</u>	<u>-509.520</u>
Profit/loss for the year		<u>658.140</u>	<u>1.781.829</u>
Retained earnings		<u>658.140</u>	<u>1.781.829</u>
		<u>658.140</u>	<u>1.781.829</u>

Balance sheet 31 December

	<u>Note</u>	<u>2022</u> DKK	<u>2021</u> DKK
Assets			
Trade receivables		12.697.593	6.112.938
Receivables from subsidiaries		190.870	65.904
Other receivables		2.820.988	2.237.854
Prepayments		<u>0</u>	<u>118.675</u>
Receivables		<u>15.709.451</u>	<u>8.535.371</u>
Cash at bank and in hand		<u>1.725.273</u>	<u>429.468</u>
Total current assets		<u>17.434.724</u>	<u>8.964.839</u>
Total assets		<u><u>17.434.724</u></u>	<u><u>8.964.839</u></u>

Balance sheet 31 December

	<u>Note</u>	<u>2022</u> DKK	<u>2021</u> DKK
Equity and liabilities			
Share capital		50.000	50.000
Retained earnings		<u>5.061.927</u>	<u>4.403.787</u>
Equity		<u>5.111.927</u>	<u>4.453.787</u>
Trade payables		11.453.042	3.557.607
Payables to shareholders and management		171.000	20.000
Corporation tax		287.743	531.429
Other payables		<u>411.012</u>	<u>402.016</u>
Total current liabilities		<u>12.322.797</u>	<u>4.511.052</u>
Total liabilities		<u>12.322.797</u>	<u>4.511.052</u>
Total equity and liabilities		<u>17.434.724</u>	<u>8.964.839</u>
Contingent liabilities	5		
Mortgages and collateral	6		

Statement of changes in equity

	Share capital	Retained earnings	Total
Equity at 1 January 2022	50.000	4.403.787	4.453.787
Net profit/loss for the year	0	658.140	658.140
Equity at 31 December 2022	50.000	5.061.927	5.111.927

Notes

	<u>2022</u>	<u>2021</u>
	DKK	DKK
1 Staff costs		
Wages and salaries	2.450.812	1.110.905
Pensions	37.397	24.349
Other social security costs	12.023	8.990
Other staff costs	84.849	3.190
	<u>2.585.081</u>	<u>1.147.434</u>
Average number of employees	<u>4</u>	<u>3</u>
2 Financial income		
Interest received from subsidiaries	6.157	2.657
Other financial income	2.899	13.074
Exchange gains	436.743	0
	<u>445.799</u>	<u>15.731</u>
3 Financial costs		
Other financial costs	26.216	25.280
Exchange loss	0	336.814
	<u>26.216</u>	<u>362.094</u>
4 Tax on profit/loss for the year		
Current tax for the year	<u>275.616</u>	<u>509.520</u>
	<u>275.616</u>	<u>509.520</u>

Notes

5 Contingent liabilities

The company is jointly taxed with its parent company, Avaso Holding ApS, for payment of income taxes as well as for payment of withholding taxes on dividends, interest and royalties.

6 Mortgages and collateral

The company has no mortgages and collateral at 31 December 2022.