

## Project44 A/S

Strømmen 6  
9400 Nørresundby  
CVR No. 37439541

### Annual report 01.02.2023 - 31.01.2024

The Annual General Meeting adopted  
the annual report on 30.08.2024

Signed by:

*Jett McCandless*

**Jett McCandless**

Chairman of the General Meeting

# Contents

Entity details	2
Statement by Management	3
Independent auditor's report	4
Management commentary	7
Income statement for 2023/24	10
Balance sheet at 31.01.2024	11
Statement of changes in equity for 2023/24	13
Cash flow statement for 2023/24	14
Notes	15
Accounting policies	18

Project44 A/S | Entity details

# Entity details

## Entity

Project44 A/S

Strømmen 6

9400 Nørresundby

Business Registration No.: 37439541

Registered office: Aalborg

Financial year: 01.02.2023 - 31.01.2024

## Board of Directors

Jett McCandless, Chairman of the board

Daniel Ramsgaard, Board member

Timothy James MacCarrick, Board member

## Executive Board

Daniel Ramsgaard

## Auditors

Kovsted & Skovgård Statsautoriseret revisionspartnerselskab

Brunbejergvej 3

8240 Risskov

CVR No.: 38751646

Project44 A/S | Statement by Management

# Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of Project44 A/S for the financial year 01.02.2023 - 31.01.2024.

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

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.01.2024 and of the results of its operations and cash flows for the financial year 01.02.2023 - 31.01.2024.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.


We recommend the annual report for adoption at the Annual General Meeting.

Aalborg, 30.08.2024

## Executive Board

DocuSigned by:  
  
Daniel Ramsgaard  
4E625594B5E6401...


## Board of Directors

Signed by:  
  
8B5A70FC92B74B9...

**Jett McCandless**  
Chairman of the board

DocuSigned by:  
  
4E625594B5E6401...

**Daniel Ramsgaard**  
Board member

DocuSigned by:  
  
ADE384F33EDB496...

**Timothy James MacCarrick**  
Board member

# Independent auditor's report

## To the shareholders of Project44 A/S

### Opinion

We have audited the financial statements of project44 A/S for the financial year 1 February 2023 - 31 January 2024, which comprise a summary of significant accounting policies, income statement, balance sheet, statement of cash flows and notes, for the Company. The financial statements are prepared under 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 January 2024, and of the results of the Company's operations and cash flows for the financial year 1 February 2023 - 31 January 2024 in accordance with the Danish Financial Statements.

### Basis for conclusion.

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' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical 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.

### 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.

#### **Statement on the management commentary**

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, 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 commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary 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 commentary.

Project44 A/S | Independent auditor's report

6

Aarhus, 30.08.2024

**Kovsted & Skovgård Statsautoriseret  
partnerselskab**  
CVR No. 38 75 16 46

**René Ferrer Ruiz**  
State Authorised Public Accountant  
Identification No (MNE) mne33710

**Karen Kragesand Thomsen**  
State Authorised Public Accountant  
Identification No (MNE) mne34460

# Management commentary

## Financial highlights

	2023/24	2022/23	2022	2021	2020
	DKK'000	DKK'000	DKK'000	DKK'000	DKK'000
<b>Key figures</b>					
Revenue	47 371	141 825	9 073	65 421	37 379
Gross profit/loss	31 160	59 040	5 879	33 734	26 397
Operating profit/loss	4 054	12 781	1 368	(2 116)	(25 308)
Net financials	(6 597)	(9 294)	(1 694)	(8 573)	601
Profit/loss for the year	(3 227)	3 487	(326)	(10 689)	(27 771)
Total assets	253 396	177 852	63 853	48 848	19 064
Investments in property, plant and equipment	-	508	-	689	825
Equity	(63 428)	(59 982)	(63 468)	(63 142)	(52 453)
Cash flows from (used in) operating activities	22 333	27 693	(1 798)	3 673	1 039
Cash flows from (used in) investing activities	-	(508)	-	(689)	(825)
Cash flows from (used in) financing activities	(16)	10	(4)	(74)	85
Average number of employees	31	42	42	43	47
<b>Ratios</b>					
Gross margin (%)	65,78%	41,63%	64,80%	51,56%	70,62%
EBIT margin (%)	8,56%	9,01%	15,08%	-3,23%	-67,71%
Net margin (%)	-6,81%	2,46%	-3,59%	-16,34%	-74,30%
Equity ratio (%)	-25,03%	-33,73%	-99,40%	-129,26%	-275,14%

Every financial year comprises of 12 months apart from 2022 (1 month).

The financial ratios stated under "Financial highlights" have been calculated as follows:

### Gross margin (%) :

$\frac{\text{Gross profit/loss} * 100}{\text{Revenue}}$

### EBIT margin (%) :

$\frac{\text{Operating profit/loss} * 100}{\text{Revenue}}$

### Net margin (%) :

$\frac{\text{Profit/loss for the year} * 100}{\text{Revenue}}$



**Equity ratio (%):**

$\frac{\text{Equity} * 100}{\text{Total assets}}$

Total assets

**Primary activities**

The Company's primary activities are to support the Parent Company (Project 44 Holdings Corporation) in marketing and sales activities, for their development activities over middleware DaaS and SaaS software for supply chain freight visibility.

**Development in activities and finances**

Profit/loss for the year amounts to DKK (3,227) k for the 12-month period ended 31 January 2024 compared to DKK 3,487k for the 12-month period ended 31 January 2023.

The Company has lost more than half of the share capital, which is why the Company is subject to the capital loss rules in accordance with the section 119 of the Danish Companies Act. The Company is expected to restore equity based on future operations and capital from the Parent Company.

To better accommodate the strategic and fiscal goals of the project44 Group, project44 A/S has changed its policy on collection and revenue allocation for contracts where multiple project44 Group entities are contracting, resulting in an adjustment on the revenue allocation.

**Financing and liquidity resources**

The Company has received letter of support from the Parent Company which commits itself, for the period of at least 12 months from 30 April 2024 to continue to financially support the Company, so that the Company has sufficient liquidity for the planned activities and operations and sufficient liquidity to meet its obligations as they may mature. Based on this, the Company's management has presented the annual report under the assumptions of going concern.

**Material errors in previous years**

In 2023/24, Management concluded that the Company incorrectly omitted reduction of Deferred Commission expense related to commission adjustment. Due to the significance of the matter, the Company concluded that the matters should be corrected in accordance with the provisions in section 52(2) of the Danish Financial Statements Act regarding corrections of material misstatements.

The restatement impacts the comparatives, and the opening equity as follows:

- In the comparatives for the one-month period 1 January – 31 January 2023, revenue, profit before tax, tax on profit for the year and profit for the year are unchanged.
- The equity as of 31 January 2023 decreased by DKK 219 thousand.
- The balance sheet total as of 31 January 2023 decreased by DKK 219 thousand.

**Outlook**

Our vision is to improve lives everywhere by creating a connected, predictable, and sustainable world. Our mission is to make supply chains work. As the supply chain connective tissue, we strive to optimize the movement of products globally, delivering better resiliency, sustainability, and value for our customers.

The Company provides intercompany software development services to Parent company as well as provides marketing and sales services to the parent Company. Prior to FYE 2024, the Company collected its own third-party revenues and paid royalties to the Parent company and Project 44 Germany on sales utilizing US or German IP. In FYE2024, new customer contracts were established based on US and/or German IP, and no Danish IP was sold to new customers. In FYE2024, P44 Denmark collected third party revenue on legacy contracts and the contracts which the Company entered into on behalf of the parent company primarily in cases where this yields a tax or commercial advantage compared to contracting from the parent directly. The Company is not an economic owner of revenues derived from the sale of the U.S. and German product and as such can only retain revenues to the extent it equals to the arm's length transfer pricing and any excess would be returned to the parent company to promote and support the parent Company on a global basis.

Revenue for the coming year is expected to be in the range of DKK 50-100 thousand, while profit before interest for the coming year is expected to be approximately nil.

### **Financial risks**

The Company is not subject to particular financial risks (price, currency and interest rate risks), that are significant for the Company's assets, liabilities, financial position and net profit.

### **Knowledge resources**

Our Parent Company offers a global supply chain visibility platform, which creates the connective tissue for the global supply chain. This creates a large technical platform and knowledge of the products and development which are decisive to provide the customers with the best advice.

Our knowledge is continuously maintained through our team of professionals, as well as customers, industry experts, and technology contacts in Denmark and abroad. We participate in relevant industry-related courses, conferences, and development trainings on an international level.

### **Environmental performance**

Our Parent Company focuses on making supply chains work, and that includes addressing sustainability and emissions. We are focused on helping our customers to measure, track and reduce freight transportation emissions with global visibility. We are passionate about helping companies address the issue of measuring accurate, accredited carbon emissions to achieve their reduction in supply chains, ultimately creating a more sustainable planet.

### **Events after the balance sheet date**

No other material events affecting the Company's financial position have occurred subsequently to the financial year-end.

Project44 A/S | Income statement for 2023/24

# Income statement for 2023/24

	Notes	2023/24 DKK'000	2022/23 DKK'000
Revenue		47 371	141 825
Other operating income		357	
Other external expenses		(16 568)	(82 785)
<b>Gross profit/loss</b>		<b>31 160</b>	<b>59 040</b>
Staff costs	3	(26 459)	(45 684)
Depreciation, amortisation and impairment losses		(565)	(575)
Other operating expenses		(82)	
<b>Operating profit/loss</b>		<b>4 054</b>	<b>12 781</b>
Other financial income		242	-
Other financial expenses	4	(6 597)	(9 294)
<b>Profit/loss before tax</b>		<b>(2 301)</b>	<b>3 487</b>
Tax on profit/loss for the year		(926)	-
<b>Profit/loss for the year</b>	5	<b>(3 227)</b>	<b>3 487</b>

Project44 A/S | Balance sheet at 31.01.2024

# Balance sheet at 31.01.2024

## Assets

	Notes	2023/24 DKK'000	2022/23 DKK'000
Other fixtures and fittings, tools and equipment		162	285
Leasehold improvements		120	561
<b>Property, plant and equipment</b>	6	<b>282</b>	<b>846</b>
<b>Fixed assets</b>		<b>282</b>	<b>846</b>
Trade receivables		12 073	79 432
Receivables from group enterprises		183 194	60 247
Other receivables		1 479	1 282
Prepayments	7	3 739	5 514
<b>Receivables</b>		<b>200 485</b>	<b>146 475</b>
<b>Cash</b>		<b>52 629</b>	<b>30 312</b>
<b>Current assets</b>		<b>253 114</b>	<b>176 787</b>
<b>Assets</b>		<b>253 396</b>	<b>177 633</b>

Project44 A/S | Balance sheet at 31.01.2024

**Equity and liabilities**

	Notes	2023/24 DKK'000	2022/23 DKK'000
Contributed capital	8	1.600	1.600
Retained earnings		(65.028)	(61.801)
<b>Equity</b>		<b>(63.428)</b>	<b>(60.201)</b>
Other payables		2.873	2.693
<b>Non-current liabilities other than provisions</b>	9	<b>2.873</b>	<b>2.693</b>
Bank loans		-	16
Trade payables		1.964	5.095
Payables to group enterprises		294.294	170.711
Other current payables		7.847	9.516
Prepayments received from customers		151	
Deferred income	10	9.695	49.803
<b>Current liabilities other than provisions</b>		<b>313.951</b>	<b>235.141</b>
<b>Liabilities other than provisions</b>		<b>316.824</b>	<b>237.834</b>
<b>Equity and liabilities</b>		<b>253.396</b>	<b>177.633</b>
Going concern	1		
Events after the balance sheet date	2		
Unrecognised rental and lease commitments	12		
Contingent assets	13		
Assets charged and collateral	14		
Related parties with controlling interest	15		
Transactions with related parties	16		
Group relations	17		

Project44 A/S | Statement of changes in equity for 2023/24

# Statement of changes in equity for 2023/24

	Contributed capital DKK'000	Retained earnings DKK'000	Total DKK'000
<b>Equity beginning of year</b>	1 600	(65 069)	(63 469)
Net effect of correction of misstatement in beginning period	-	(219)	(219)
Profit/loss for the year 2022/2023	-	3 487	3 487
<b>Equity end of year 2022/23</b>	1 600	(61 801)	(60 201)
<b>Equity beginning of year</b>	1 600	(61 801)	(60 201)
Profit/loss for the year 2023/2024	-	(3 227)	(3 227)
<b>Equity end of year 2023/24</b>	1 600	(65 028)	(63 428)

Project44 A/S | Cash flow statement for 2023/24

# Cash flow statement for 2023/24

	Notes	2023/24 DKK'000	2022/23 DKK'000
Operating profit/loss		4 054	12 781
Amortisation, depreciation and impairment losses		564	575
Working capital changes	11	24 312	23 634
<b>Cash flow from ordinary operating activities</b>		<b>28 930</b>	<b>36 990</b>
Financial expenses paid		(6 597)	(9 297)
<b>Cash flows from operating activities</b>		<b>22 333</b>	<b>27 693</b>
Acquisition etc of property, plant and equipment		-	(508)
<b>Cash flows from investing activities</b>		<b>-</b>	<b>(508)</b>
<b>Free cash flows generated from operations and investments before financing</b>		<b>22 333</b>	<b>27 185</b>
Loans raised		-	-
Repayments of loans etc		(16)	10
<b>Cash flows from financing activities</b>		<b>(16)</b>	<b>10</b>
<b>Increase/decrease in cash and cash equivalents</b>		<b>22 317</b>	<b>27 195</b>
Cash and cash equivalents beginning of year		30 312	3 117
<b>Cash and cash equivalents end of year</b>		<b>52 629</b>	<b>30 312</b>
Cash and cash equivalents at year-end are composed of:			
Cash		52 629	30 312
<b>Cash and cash equivalents end of year</b>		<b>52 629</b>	<b>30 312</b>

# Notes

## 1 Going concern

The Company has received letter of support from the Parent Company which commits itself, for the period of at least 12 months from 30 April 2024 to continue to financially support the Company, so that the Company has sufficient liquidity for the planned activities and operations and sufficient liquidity to meet its obligations as they may mature. Based on this, the Company's management has presented the annual report under the assumptions of going concern.

## 2 Events after the balance sheet date

No other material events affecting the Company's financial position have occurred subsequently to the financial year-end.

## 3 Staff costs

	<b>2023/24</b>	<b>2022/23</b>
	<b>DKK'000</b>	<b>DKK'000</b>
Wages and salaries	23 821	42 557
Pension costs	2 531	2 975
Other social security costs	107	152
	<b>26 459</b>	<b>45 684</b>
Average number of full-time employees	<b>31</b>	<b>42</b>

Management and board remuneration has been omitted referring to the Danish Financial Statements Act section 98b (3).

## 4 Other financial expenses

	<b>2023/24</b>	<b>2022/23</b>
	<b>DKK'000</b>	<b>DKK'000</b>
Financial expenses from group enterprises	6 303	5 455
Other interest expenses	294	3 839
	<b>6 597</b>	<b>9 294</b>

## 5 Proposed distributions of profit and loss

	<b>2023/24</b>	<b>2022/23</b>
	<b>DKK'000</b>	<b>DKK'000</b>
Retained earnings	(3 227)	3 487
	<b>(3 227)</b>	<b>3 487</b>



## 6 Property, plant and equipment

	Other fixtures and fittings, tools and equipment	Leasehold Improvements
	DKK'000	DKK'000
Cost beginning of year	342	1 680
Additions	-	-
<b>Cost end of year</b>	<b>342</b>	<b>1 680</b>
Depreciation and impairment losses beginning of year	(57)	(1 119)
Depreciation for the year	(124)	(441)
<b>Depreciation and impairment losses end of year</b>	<b>(180)</b>	<b>(1 560)</b>
<b>Carrying amount end of year</b>	<b>162</b>	<b>120</b>

## 7 Prepayments

Prepayments consists of costs to obtain customer contracts amortized over the useful life of contract.

## 8 Share capital

The share capital comprises 1,600,000 shares of a nominal value of DKK 1 each

## 9 Non-current liabilities other than provisions

	Due after more than 12 months	Outstanding after 5 years
	2023/24	2023/24
	DKK'000	DKK'000
Other payables	2 873	2 873
	<b>2 873</b>	<b>2 873</b>

## 10 Deferred income

Deferred income consists of prepaid revenue in subsequent years.

## 11 Change in working capital

	2023/24	2022/23
	DKK'000	DKK'000
Increase/decrease in receivables	(54 010)	(86 869)
Increase/decrease in trade payables etc	78 855	110 503
	<b>24 845</b>	<b>23 634</b>

**12 Unrecognised rental and lease commitments**

	<b>2023/24</b>	<b>2022/23</b>
	<b>DKK'000</b>	<b>DKK'000</b>
Liabilities under rental or lease agreements until maturity in total	<b>5 235</b>	<b>6 677</b>

**13 Related parties with controlling interest**

Project44 Holdings Corporation, Chicago IL, 60603 United States owns all shares in the Entity, thus exercising control.

**14 Transactions with related parties**

	<b>Group entities</b>
	<b>DKK'000</b>
Sales of services	23 342 563
Purchase of services	0
Interest expense	6 303
Receivables	183 194
Payables	294 294

**15 Group relations**

Name and registered office of the Parent preparing consolidated financial statements for the smallest group:  
Project44 Holdings Corporation, Chicago IL, 60603 United States

# Accounting policies

## Reporting class

This annual report has been prepared in accordance with the provisions of the Danish Financial Statements Act governing reporting class C enterprises (medium). The Company transitioned from reporting class B to C-medium in financial year 22/23. This has not led to any changes in accounting policies and the financial statements have thus been presented according to the same accounting policies as last year.

The financial statements are presented in Danish Kroner (DKK).

## Non-comparability

During fiscal year 2024, the Company excluded all US and Germany-related contracts from its financials to align with the Company having moved its valuable IP to the U.S. parent in prior periods. The change resulted in revenue lower than prior year, for comparable purposes.

## Material errors in previous years

In 2023/24, Management concluded that the Company incorrectly omitted reduction of Deferred Commission expense related to commission adjustment. Due to the significance of the matter, the Company concluded that the matters should be corrected in accordance with the provisions in section 52(2) of the Danish Financial Statements Act regarding corrections of material misstatements.

The restatement impacts the comparatives, and the opening equity as follows:

- In the comparatives for the one-month period 1 January – 31 January 2023, revenue, profit before tax, tax on profit for the year and profit for the year are unchanged.
- The equity as of 31 January 2023 decreased by DKK 219 thousand.
- The balance sheet total as of 31 January 2023 decreased by DKK 219 thousand.

## Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the rate in effect at the payment date, or the rate at the balance sheet date, are recognised in the income statement as financial income or financial expenses. Property, plant and equipment and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

## Tax on profit/loss for the year and deferred tax

Tax for the year comprises current tax for the year on expected taxable income and deferred tax adjustment for the year. The tax expense for the year relating to the profit/loss for the year is recognised in the income statement and the tax expense relating to transactions recognised directly in equity.

Current tax payables and receivables are recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on taxable income in previous years and 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 base of assets and liabilities. Where alternative tax rules can be applied to determine the tax base, deferred tax is measured based on Management's intended use of the asset or settlement of the liability, respectively.

Deferred tax assets, including the tax value of tax loss carryforwards, are recognised at the expected value of their utilisation; 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 and jurisdiction.

Deferred tax is measured according to 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.

## **Income statement**

### **Revenue**

The Company has chosen IAS 11 / IAS 18 as interpretation for revenue recognition.

Revenue from sales of software as a service (SaaS) and data as a service (DaaS) is recognized in the income statement when delivery and the risk transition to the buyer has taken place. Revenue is recognized net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

### **Other external expenses**

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc.

### **Staff costs**

Staff costs comprise salaries and wages, and social security contributions, pension contributions, etc. for entity staff.

### **Depreciation, amortisation and impairment losses**

Depreciation, amortisation and impairment losses relating to property, plant and equipment comprise depreciation, amortisation and impairment losses for the financial year, and gains and losses from the sale of property, plant and equipment.

### **Other financial expenses**

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises.

## **Balance sheet**

### **Property, plant and equipment**

Other fixtures and fittings, tools and equipment and leasehold improvements are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

**Useful life**

Other fixtures and fittings, tools and equipment	3
Leasehold improvements	3

For leasehold improvements and assets subject to finance leases, the depreciation period cannot exceed the contract period.

Estimated useful lives and residual values are reassessed annually.

**Impairment of fixed assets**

The carrying amount of property, plant and equipment is tested annually for indication of impairment other than the decrease in value reflected by amortisation/depreciation made.

Impairment tests are conducted on individual assets or cash-generating units when there is indication of impairment. Write-down is made to the lower of the recoverable amount and carrying amount.

The recoverable amount is the higher of the net selling price of an asset and its value in use. The value in use is calculated as the present value of the expected net cash flows from the use of the asset or the group of assets.

Previously recognised impairment losses are reversed when the reason for recognition no longer exists.

**Receivables**

The Company has chosen IAS 39 as interpretation for impairment write-down of financial receivables. Receivables are measured at amortised cost, usually equaling nominal value less write-downs for bad and doubtful debts. An impairment loss is recognised if there is objective evidence that a receivable is impaired.

**Prepayments**

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

**Cash**

Cash comprises bank deposits.

**Leases**

The Company has chosen IAS 17 as interpretation for classification and recognition of leases.

Leases that do not transfer substantially all the risks and rewards incident to ownership to the entity are operating leases. Payments relating to operating leases and any other leases are recognised in the income statement over the term of the lease. The Company's total liabilities relating to operating leases and other leases are disclosed under contingencies.

**Other financial liabilities**

The Company has chosen IAS 39 as interpretation for recognition and measurement of liabilities.

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

**Deferred income**

Deferred income comprises income received for recognition in subsequent financial years. Deferred income is measured at cost.

**Cash flow statement**

The cash flow statement shows the Company's cash flows from operating, investing and financing activities for the year, the year's changes in cash and cash equivalents as well as the Company's cash and cash equivalents at the beginning and end of the year.

**Cash flows from operating activities**

Cash flows from operating activities are calculated as the profit/loss for the year adjusted for non-cash operating items, changes in working capital, interest received and paid regarding operations as well as corporation tax paid. Interest received is classified as cash flows from operating activities. Furthermore, dividends received are classified as operating activity.

**Cash flows from investing activities**

Cash flows from investing activities comprise payments in connection with acquisitions and disposals of property, plant and equipment.

**Cash flows from financing activities**

Cash flows from financing activities comprise changes in the size or composition of the Company's share capital and related costs as well as the raising of loans, repayment of interest-bearing debt and payment of dividend to shareholders.

**Transactions with no cash flow effect**

Transactions with no cash flow effect are not included in the cash flow statement. Significant transactions with no cash flow effect are disclosed in the notes.

**Cash and cash equivalents**

Cash and cash equivalents comprise cash.

# PENNEO

Underskrifterne i dette dokument er juridisk bindende. Dokumentet er underskrevet via Penneo™ sikker digital underskrift. Underskrivernes identiteter er blevet registreret, og informationerne er listet herunder.

“Med min underskrift bekræfter jeg indholdet og alle datoer i dette dokument.”

## René Ferrer Ruiz

KOVSTED & SKOVGÅRD REVISION & RÅDGIVNING STATS-AUTORISERET  
REVISIONSPARTNERSELSKAB CVR: 38751646

Statsautoriseret revisor

På vegne af: Kovsted & Skovgård, Statsautoriseret re...

Serienummer: a3026c71-6cc9-4024-8c42-bfb0f98b3272

IP: 87.54.xxx.xxx

2024-08-30 13:15:55 UTC



## Karen Kragesand Thomsen

KOVSTED & SKOVGÅRD, REVISION & RÅDGIVNING, STATS-AUTORISERET  
REVISIONSPARTNERSELSKAB CVR: 38751646

Statsautoriseret revisor

På vegne af: Kovsted & Skovgård, Statsautoriseret re...

Serienummer: 51df0947-f37b-46a2-acc9-564779f43792

IP: 85.129.xxx.xxx

2024-08-30 13:18:15 UTC



Dette dokument er underskrevet digitalt via **Penneo.com**. Signeringsbeviserne i dokumentet er sikret og valideret ved anvendelse af den matematiske hashværdi af det originale dokument. Dokumentet er låst for ændringer og tidsstempelt med et certifikat fra en betroet tredjepart. Alle kryptografiske signeringsbeviser er indlejret i denne PDF, i tilfælde af de skal anvendes til validering i fremtiden.

### Sådan kan du sikre, at dokumentet er originalt

Dette dokument er beskyttet med et Adobe CDS certifikat. Når du åbner dokumentet

i Adobe Reader, kan du se, at dokumentet er certificeret af **Penneo e-signature service <penneo@penneo.com>**. Dette er din garanti for, at indholdet af dokumentet er uændret.

Du har mulighed for at efterprøve de kryptografiske signeringsbeviser indlejret i dokumentet ved at anvende Penneos validator på følgende websted: **https://penneo.com/validator**