

Lenovo Global Technology Denmark ApS

Vandtårnsvej 83A, 2860 Søborg
CVR No. 37 96 07 21

Annual Report for the year ended March 31, 2021

Approved in the Annual General Meeting of shareholders
on 31 August 2021

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Chairman - Christophe Laurent

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COMPANY DETAILS

Lenovo Global Technology Denmark ApS
Vandtårnsvej 83A
2860 Søborg

CVR No. 37 96 07 21
Financial period: 31st March
Municipality of reg office: Gladsaxe

Executive Board

Christophe Laurent
Colm Gleeson

Auditors

PricewaterhouseCoopers

Bankers

Citibank International PLC, Denmark Branch

MANAGEMENT'S STATEMENT

The Executive and the Supervisory Boards have presented the Annual Report for the year ended 31 March 2021. The Annual Report was discussed and adopted on 23th August 2021.

The Annual Report has been presented in accordance with the Danish Financial Statements Act.

We consider the accounting policies used appropriate and the accounting estimates made reasonable. To the best of our belief, the Annual Report includes the information which is relevant for an assessment of the Company's financial position. Against this background, it is our opinion that the Annual Report gives a true and fair view of the Company's assets and liabilities, financial position and results of operations for the year ended 31 March 2021.

In our opinion, the Management's Review includes a true and fair account of the matters addressed in the Review.

We recommend that the Annual Report be adopted by the Annual General Meeting of shareholders.

Søborg, 31th August 2021

Executive Board:

.....
Christophe Laurent

.....
Colm Gleeson

INDEPENDENT AUDITORS REPORT

To the Shareholder of Lenovo Global Technology Danmark ApS

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 March 2021, and of the results of the Company's operations for the financial year 1 April 2020 - 31 March 2021 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Lenovo Global Technology Danmark ApS for the financial year 1 April 2020 - 31 March 2021, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("financial statements").

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 requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 audit 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 audit, 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.

INDEPENDENT AUDITORS REPORT

Based on the work we have performed, in our view, 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 in Management's Review.

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.

INDEPENDENT AUDITORS 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 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.

Hellerup - Copenhagen, 31 August 2021

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab

CVR-nr. 33 77 12 31

Martin Lunden
State Authorised Public Accountant
mne32209

Lone Vindbjerg Larsen
State Authorised Public Accountant
mne34548

FINANCIAL HIGHLIGHTS

5-year summary:

	<u>2020/21</u>	<u>2019/20</u>	<u>2018/19</u>	<u>2017/18</u>
Key figures (in DKK thousands)				
Revenue	215.438	357.254	316.212	275.466
Gross margin	36.593	40.148	40.393	39.778
Profit/loss before net financials (EBIT)	7.531	10.423	5.766	11.210
Net financials	-4.111	-6.473	-2.135	-2.897
Net profit for the year	2.661	3.053	2.819	6.459
Shareholders' equity at year-end	17.648	14.987	11.934	9.115
Total assets	164.230	178.500	191.536	170.279
Investments in tangible assets for the year	117	225	83	94
Number of employees	17	19	20	22
Ratios (%)				
Return on assets	4,6	5,8	3,0	6,6
Current ratio	110,3	100,5	91,0	85,2
Equity ratio	10,7	8,4	6,2	5,4
Return on equity	15,1	20,4	23,6	70,9

Definition of financial ratios:

Return on assets: Profit/loss before financials / Average total assets * 100

Current ratio: Current assets / Short-term liabilities * 100

Equity ratio: Shareholders' equity / Total assets * 100

Return on equity: Net profit/loss for the year / Average shareholders' equity * 100

MANAGEMENT'S REVIEW

Business activities and mission

Lenovo Group Limited is one of the world's leading computer technology companies. The Group has broadened its device business from PC to include mobile and enterprise businesses. Lenovo has been listed on The Stock Exchange of Hong Kong since 1994.

Lenovo Global Technology Denmark Aps is a wholly owned subsidiary of Lenovo Global Technology B.V. in Amsterdam. The company's activities consist of sales to Danish companies. The product portfolio consists of Server sales and support services.

Business review

The company shows a profit for 2020/2021 of 2,661 TDKK and a total balance as at March 31, 2021 of 169,462 TDKK and equity of 17,648 TDKK, which management considers satisfying in view of the unprecedented economic disruption from COVID-19 which has brought about volatility and challenges on a global scale, this year's performance is in line with the expectations we had last year .

Expectations for the future

The expectation is that capital expenditures, number of employees and financing will remain steady for fiscal year 2021-2022. It is expected that the overall revenue will adjust in accordance with market demands. Software and services sales is expected to increase as the company succeeds in the business transformation to become more solution oriented.

Management expect a positive result before tax for the financial year 2021/22, in line with the financial year 2020/21.

Unusual risks

Lenovo Global Technology Danmark ApS is assessed not to be subject to any special risks, including operating and financial risks, apart from the usual risks in the line of business.

Knowledge resources

Lenovo Global Technology Danmark ApS is assessed not to have any special knowledge resources, apart from the normal knowledge resources in the line of business.

Effect on the external environment

Lenovo products comply with all applicable environmental regulations, such as WEEE and RoHS. Lenovo seeks to be among the environmental leaders in all business activities.

Human Rights

Details about Lenovo policies regarding human rights are included within the Corporate Social Responsibility Report of Lenovo Group Limited's Annual Report.

Statutory Report on Social Responsibility, cf. Section 99a of the Danish Financial Statements Act

Lenovo Global Technology Danmark is, as part of the Lenovo Group, subject to the CSR policies

that are implemented across the Group. In accordance with the policies, Lenovo Global Technology Denmark works actively with a range of sustainability areas and, in particular, with the environment and human rights, that are mandatory for Lenovo Global Technology Denmark to disclose on following Section 99 a of the Danish Financial Statements Act. More information on our work within sustainability are available in the Lenovo Group Sustainability Report 2020/21 (<https://investor.lenovo.com/en/sustainability/reports/FY2021-lenovo-sustainability-report.pdf>) through which Lenovo Global Technology Denmark comply with the Danish disclosure requirements.

Statutory Report on Gender Composition in Management, cf. Section 99b of the Danish Financial Statements Act

Lenovo's Commitment to Diversity and Nondiscrimination is accessible on our website along with other corporate policies at https://www.lenovo.com/us/en/social_responsibility/

Lenovo wants to promote a corporate culture according to which appointments are based on competencies. It is important for everybody to have equal access to the Board of Directors and Top Management irrespective of gender, age, national origin, religion or political orientation.

The diversity policy is being revised and implemented continuously.

The executive board currently consists of 2 members who are both male, which according to the Danish Business Authorities is considered to be an equal distribution. However, Lenovo Global Technology Denmark ApS has set a target to elect at least one female member of the executive board. The target was not achieved in the financial year 2020/21 due there being no suitable female candidates identified at a local level. A process is underway to identify suitable female candidates from the wider Group before the end of financial year FY2022/23

It is the company's target to have at least 40% women in the management group. In the financial year 2020/21 the goal was not met, as 38% of the management group was comprised by women. This was due to there being an insufficient number of women currently employed who were deemed to have adequate experience to take up a managerial position. The 40% target will remain in FY2021/22, with progress expected due to group policies encouraged to promote greater gender equality in the management group such as management development programs.

ACCOUNTING POLICIES

Basis of Preparation

The Annual Report of Lenovo Global Technology Danmark ApS has been presented in accordance with the provisions of the Danish Financial Statements Act as regards to reporting class large C .

In accordance with the Danish Financial Statements Act paragraph 86,4, the Company has not disclosed a cash flow statement, since the Company's cash flows are included in the cash flow statement of the parent company, Lenovo Group Limited.

Reporting currency

The Annual Report is presented in Danish kroner.

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset 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 out of the Company, and the value of the liability can be measured reliably.

Recognition and measurement take into account predictable losses and risks occurring before the presentation of the Annual Report which confirm or invalidate affairs and conditions existing at the balance sheet date.

Monetary items denominated in foreign currencies are translated into Danish kroner at the exchange rates at the balance sheet date. Realised and unrealised exchange gains and losses are recognised in the income statement as financial income/expenses.

Transactions denominated in foreign currencies are translated into Danish kroner at the exchange rates at the date of the transaction.

Accounting policies are consistent with last year .

ACCOUNTING POLICIES - continued

Income statement

Revenue

Revenue from sale of goods held for sale, finished goods and services is recognized as revenue at the time of delivery and when the risk passes to the buyer and the amount can be stated reliably. VAT, indirect taxes and discounts are excluded from the revenue.

Cost of goods sold

Cost of goods sold comprises expenses incurred to generate the revenue for the year.

Other operating income

Other operating income include revenue from all other operating activities which are not related to the principal activities of the company.

Other external expenses

Other external expenses include distribution expenses and expenses regarding management and administration of the company.

Staff costs

Staff costs comprises salary, pension and other staff related expenses for the year.

Amortisation/depreciation and write-downs

This item includes amortisation/depreciation and write-downs of intangible assets and property, plant and equipment. Amortisation/depreciation is provided using the straight-line method on the basis of the cost and the below assessments of the useful life of the assets.

Goodwill is amortised over the expected economic life, measured by reference to an assessment of, among other factors, the nature and market position of the business, the stability of the industry and the dependence on key staff.

Property, plant and equipment are depreciated on a straight-line basis, based on the cost.

Amortisation/depreciation are measured by reference to the following assessment of the useful life:

	Useful life
Goodwill	10 years
Other fixtures and fittings, tools and equipment	3-5 years
Demomodels	1 year

ACCOUNTING POLICIES - continued

The residual value and the useful life of assets are reviewed at the end of each reporting period.

Net financials

Financial income and expenses are recognised in the income statement at the amounts that relate to the reporting period. Net financials include interest income and expenses, realised and unrealised capital and exchange gains and losses on foreign currency transactions, and surcharges and allowances under the advance-payment-of-tax scheme, etc.

Tax

Tax for the year consists of current tax for the year and deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statements, whereas the tax attributable to equity transactions is recognised directly in equity.

Any changes in deferred tax due to changes to tax rates are recognised in the income statement

The Company is jointly taxed with the Danish sisters company. The tax effect of the joint taxation with the subsidiaries is allocated to enterprises showing profits or losses in proportion to their taxable incomes (full allocation with credit for tax losses)

Balance sheet

Intangible assets

Goodwill is measured at cost less accumulated amortisation and write-downs.

An impairment test is made for goodwill if there are indications of decreases in value. The impairment test is made for the activity or business area to which the goodwill relates. Goodwill is written down to the higher of the value in use and the net selling price for the activity or the business area to which the goodwill relates (recoverable amount) if it is lower than the carrying amount.

Property, plant and equipment

Other plant and equipment comprise other fixtures, fittings, tools and equipment. Other plant and equipment are measured at cost less accumulated depreciation and write-downs.

An impairment test is made for other plant and equipment if there are indications of decreases in value. The impairment test is made for each individual asset or group of assets, respectively. The assets are written down to the higher of the value in use and the net selling price of the asset or group of assets (recoverable amount) if it is lower than the carrying amount.

The scrap values are assessed on a yearly basis.

Receivables

Receivables are measured at amortised cost, which usually corresponds to the nominal value. The value is reduced by write-downs for bad debts.

ACCOUNTING POLICIES - continued

Prepayments

Prepayments recognised under 'Assets' comprise prepaid expenses regarding subsequent reporting years.

Income taxes

Current tax charges are recognised in the balance sheet as the estimated tax charge in respect of the expected taxable income for the year, adjusted for tax on prior years' taxable income and tax paid in advance.

Provisions for deferred tax are calculated at 22% of all temporary differences between carrying amounts and tax values, with the exception of temporary differences occurring at the time of acquisition of assets and liabilities neither affecting the results of operations nor the taxable income, and temporary differences on non-amortisable goodwill.

Deferred tax assets are recognised at the value at which they are expected to be utilised, either through elimination against tax on future earnings or a set-off against deferred tax liabilities.

Liabilities payable

Liabilities payable are measured to amortised cost value, which in all are equal to nominal value.

Share based payment

Lenovo Danmark ApS participates in the Lenovo Group Limited operated long-term incentive program to recognise employees' individual and collective contributions. This includes two types of awards, namely share appreciation rights and restricted share units. Lenovo Group Limited reserves the right, at its discretion, to pay the award in cash or ordinary shares. The fair value of the employee services received in exchange for the grant of the long term incentive awards is recognised as an expense by the ultimate parent, Lenovo Group Limited (Hong Kong).

The total amount to be expensed over the vesting period is determined by reference to the fair value of the long term incentive awards granted. Non-market vesting conditions (for example profitability and sales growth targets) are included in the assumptions about the number of long term incentive awards that are expected to become exercisable / vested.

Deferred income

Deferred income recognised as a liability comprises payments received concerning income in subsequent reporting years. Income due to be recognized in more than 12 months is classified as long-term deferred income on the balance sheet.

INCOME STATEMENT for 1st April to 31st March

		2020/21	2019/20
	Notes	DKK	DKK
Revenue	1	215.438.242	357.254.250
Cost of Goods Sold		-183.925.820	-319.278.771
Other operating income		9.643.101	9.359.059
Other external expenses		-4.562.780	-7.186.577
Gross margin		36.592.743	40.147.961
Staff costs	2	-24.145.210	-24.985.121
Amortisation/depreciation and write-downs of intangible assets and property, plant and equipment	3	-4.916.610	-4.739.906
Profit before net financials		7.530.924	10.422.934
Other financial income		1.063.961	941.146
Intercompany		843.788	599.424
Non-Intercompany		220.173	341.722
Other financial expenses		-5.174.889	-7.414.034
Intercompany		-3.691.087	-911.839
Non-Intercompany		-1.483.802	-6.502.195
Profit before tax		3.419.996	3.950.046
Tax for the year	4	-758.700	-897.112
NET PROFIT FOR THE YEAR		2.661.296	3.052.934

BALANCE SHEET at March 31

		2020/21	2019/20
	Notes	DKK	DKK
ASSETS			
Fixed assets			
Goodwill	5	18.484.810	23.292.743
Intangible assets		18.484.810	23.292.743
Other plant, operating equipment	6	260.289	256.990
Tangible assets		260.289	256.990
Total fixed assets		18.745.099	23.549.732
Current assets			
Trade receivables		36.684.977	17.349.560
Receivables from group enterprises		106.603.165	129.384.307
Other receivables		1.515	712.795
Deferred tax asset	7	66.128	385.743
Income taxes receivable		0	994.469
Receivables		143.355.785	148.826.874
Cash		2.128.763	6.123.535
Total current assets		145.484.548	154.950.409
TOTAL ASSETS		164.229.647	178.500.141

BALANCE SHEET at March 31

		2020/21	2019/20
	Notes	DKK	DKK
EQUITY AND LIABILITIES			
Shareholders' equity			
Share capital	8	50.000	50.000
Retained earnings		17.598.038	14.936.742
Total shareholders' equity		17.648.038	14.986.742
Deferred income (long-term part)	9	12.485.804	9.284.848
Other payables (long-term part)		2.215.234	0
Long-term liabilities		14.701.038	9.284.848
Liabilities other than provisions			
Trade Payables		448.629	2.473.515
Payables to group enterprises		82.461.391	112.001.344
Income taxes payable		447.421	0
Other payables		37.131.134	28.331.113
Deferred income	9	11.391.996	11.422.579
Short-term liabilities		131.880.571	154.228.551

BALANCE SHEET at March 31

		2020/21	2019/20
	Notes	DKK	DKK
continued			
Total liabilities other than provisions		146.581.609	163.513.399
TOTAL EQUITY AND LIABILITIES		164.229.647	178.500.141
Proposed distribution of profit	10		
Contingent liabilities	11		
Related parties	12		
Fee to auditors appointed at the general meeting	13		
Share-based remuneration	14		
Post balance sheet events	15		

STATEMENT OF CHANGES IN EQUITY

	Share capital	Retained earnings/ Accumulated loss	Total
Shareholders' equity at 1/4 2020	50.000	14.936.742	14.986.742
Profit for the year	0	2.661.296	2.661.296
Shareholders' equity at 31/3 2021	50.000	17.598.038	17.648.038

NOTES

Note 1. Revenue

The whole of revenue is attributable to one continuing activity - sale of enterprise servers, SDI, and storage solutions.

All revenue arose within Denmark.

	2020/21	2019/20
	DKK	DKK

Note 2. Staff costs

Analysis of staff costs:

Wages and salaries	21.969.525	22.568.694
Pension costs	1.946.716	2.207.985
Other staff costs	228.968	208.443
	<u>24.145.210</u>	<u>24.985.121</u>
Average number of employees	17	19

Total Executive Board remuneration in FY1920 and FY2021 was DKK 4,818,517 and DKK 5,124,597. None of the remuneration is borne and paid by the Danish entity.

Note 3. Amortisation/depreciation and write-downs of intangible assets and property, plant and equipment

Goodwill	4.807.933	4.656.245
Other plant, operating equipment and inventory	108.677	83.661
	<u>4.916.610</u>	<u>4.739.906</u>

NOTES

	2020/21 DKK	2019/20 DKK
Note 4. Tax for the year		
Income tax charge, excl. interest surcharges	439.085	532.474
Change in provision for deferred tax	319.615	364.638
	<u>758.700</u>	<u>897.112</u>
Note 5. Intangible assets		
Goodwill		
Cost		
Balance April 1	38.605.161	38.605.161
Acquisitions/disposals in the year	0	0
Cost at March 31	<u>38.605.161</u>	<u>38.605.161</u>
Amortisation		
Balance at April 1	15.312.419	10.656.173
Amortisation in the year	4.807.933	4.656.245
Amortisation at March 31	<u>20.120.352</u>	<u>15.312.419</u>
Carrying amount at March 31	<u>18.484.810</u>	<u>23.292.743</u>

NOTES

	2020/21 DKK	2019/20 DKK
Note 6. Other plant and equipment		
Other plant, operating equipment		
Cost		
Balance at April 1	368.456	218.295
Additions in the year	117.477	225.387
Disposals in the year	-62.373	-75.225
Cost at March 31	423.560	368.456
Depreciation and write-downs		
Balance at April 1	111.467	78.424
Depreciation in the year	108.677	83.661
Depreciation of disposals in the year	-56.873	-50.618
Depreciation and write-downs at March 31	163.271	111.467
Carrying amount at March 31	260.289	256.990

NOTES

	2020/21	2019/20
	DKK	DKK
Note 7. Deferred tax asset		
Balance 1 April 2020	385.743	750.381
Movement in tax asset during the year	-319.615	-364.638
Balance 31 March 2021	<u>66.128</u>	<u>385.743</u>

The tax asset relates to temporary differences in goodwill and in accruals for bad debt losses, bonuses & commission and marketing expenses. Deferred tax asset is expected to be utilised by future positive earnings in the coming years.

Deferred tax assets has been calculated based on a tax percentage of 22 %.

Note 8. Share capital

Analysis of the Company's share capital, DKK
50,000:

50 class A shares of DKK 1,000 each	50.000	50.000
	<u>50.000</u>	<u>50.000</u>

All shares have the same share class.

NOTES

	2020/21	2019/20
	DKK	DKK
Note 9. Deferred income		
Deferred income	23.877.800	20.707.427
Within 1 year	11.391.996	11.422.579
Within 1-5 years	12.485.804	9.284.848
	<u>23.877.800</u>	<u>20.707.427</u>
Note 10. Proposed distribution of profit		
Retained earnings	2.661.296	3.052.934
	<u>2.661.296</u>	<u>3.052.934</u>
Note 11. Contingent liabilities		
Lease obligations under operating leases. Total future payments:		
	2020/21	2019/20
	DKK	DKK
Within 1 year	474.870	664.605
Within 1-5 years	910.144	619.549
	<u>1.385.014</u>	<u>1.284.154</u>

Note 12. Related parties

All intercompany transactions have been made at arm's length.

The Danish Group companies are jointly and severally liable for tax on the jointly tax incomes etc. of the Group. Any subsequent adjustments of corporation taxes and withholding taxes may increase the Company's liability.

The Company buys goods and receives certain administrative services from other group companies.

Lenovo Global Technology International B.V., Entrée 250A, Amsterdam, The Netherlands, holds 100% of the shares in Lenovo Global Technology Denmark Aps. The ultimate parent is Lenovo Group Limited is the largest group which consolidates these financial statements. Copies of the financial statements of this undertaking may be obtained from 23rd Floor, Lincoln House, Taikoo Place, 979 King's Road, Quarry Bay, Hong Kong. The Annual Report is available at www.lenovo.com

NOTES

Apart from the above, there have been no transactions with the Executive Board, senior officers, significant shareholders, group enterprises or other related parties, except for intercompany transactions and normal management remuneration.

	2020/21	2019/20
	DKK	DKK
Note 13. Fee to auditors appointed at the general meeting		
Statutory audit	269.217	312.247
Other services	8.500	22.548
	<u>277.717</u>	<u>334.795</u>

Note 14. Share-based remuneration

At March 31, 2019, share options had been issued, at market value on the time of issue, to a number of managing employees in the Company. The allotment of share options depends on the fulfillment of certain financial accounting performance measures, both short-term and long-term. The option scheme concerns shares in the ultimate parent, Lenovo Group Limited (Hong Kong). The share options can be utilized by 25 % p.a. from the date of issue. The utilization depends on the executives' employment at the time of utilization. At March 31, 2021, the share option scheme consists of 265,917 shares. Costs related to payment of the option scheme are paid by the ultimate parent, Lenovo Group Limited (Hong Kong), where it is taken to their profit and loss account.

Note 15. Post balance sheet events

After the end of the financial year, even with the uncertainty surrounding the COVID 19 pandemic, no significant events have occurred that might influence the evaluation of the company's financial condition.