

Hiveonline ApS
Følfodvej 42
2300 København S
Business Registration No
38250302

**Annual report 12.12.2016
- 31.12.2017**

The Annual General Meeting adopted the annual report on 20.06.2018

Chairman of the General Meeting

Name: Anna Sofie Blakstad

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Entity details

Entity

Hiveonline ApS
Følfodvej 42
2300 København S

Central Business Registration No (CVR): 38250302

Registered in: København

Financial year: 12.12.2016 - 31.12.2017

Board of Directors

Robert Kenneth Allen
Sankhamala Chakraborti
Anna Sofie Blakstad
Carl Torbjörn Nilsson

Executive Board

Anna Sofie Blakstad

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Weidekampsgade 6
Postboks 1600
0900 København C

Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of Hiveonline ApS for the financial year 12.12.2016 - 31.12.2017.

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 31.12.2017 and of the results of its operations for the financial year 12.12.2016 - 31.12.2017.

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.

Copenhagen, 20.06.2018

Executive Board

Anna Sofie Blakstad

Board of Directors

Robert Kenneth Allen

Sankhamala Chakraborti

Anna Sofie Blakstad

Carl Torbjörn Nilsson

Independent auditor's report

To the shareholders of Hiveonline ApS

Opinion

We have audited the financial statements of Hiveonline ApS for the financial year 12.12.2016 - 31.12.2017, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant 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 Entity's financial position at 31.12.2017 and of the results of its operations for the financial year 12.12.2016 - 31.12.2017 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 this auditor's report. We are independent of the Entity in accordance with the International Ethics Standards Board of 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.

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 Entity's ability to continue as a going concern, for disclosing, as applicable, matters related to going concern, and for using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Entity 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 judgement and maintain professional scepticism throughout the audit. We also:

Independent auditor's report

- 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 Entity'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 Entity'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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures in the notes, 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.

Independent auditor's report

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.

Copenhagen, 20.06.2018

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No (CVR) 33963556

Christian Sanderhage
State Authorised Public Accountant
Identification No (MNE) mne23347

Management commentary

Primary activities

The Company's primary activities comprise development and marketing of online products related to financial administration.

Development in activities and finances

The first financial year of the Company has been in accordance with management's expectations.

Events after the balance sheet date

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.

Income statement for 2017

	<u>Notes</u>	<u>2017 EUR</u>
Gross profit/loss		(84.101)
Staff costs	1	(37.229)
Depreciation, amortisation and impairment losses		<u>(72)</u>
Operating profit/loss		(121.402)
Other financial income	2	10.812
Other financial expenses	3	<u>(1.315)</u>
Profit/loss before tax		(111.905)
Tax on profit/loss for the year		<u>23.938</u>
Profit/loss for the year		<u>(87.967)</u>
Proposed distribution of profit/loss		
Retained earnings		<u>(87.967)</u>
		<u>(87.967)</u>

Balance sheet at 31.12.2017

	<u>Notes</u>	<u>2017 EUR</u>
Development projects in progress		151.024
Intangible assets	4	151.024
Other fixtures and fittings, tools and equipment		1.233
Property, plant and equipment	5	1.233
Deposits		1.345
Deferred tax		23.938
Fixed asset investments	6	25.283
Fixed assets		177.540
Prepayments		3.497
Receivables		3.497
Cash		698.700
Current assets		702.197
Assets		879.737

Balance sheet at 31.12.2017

	<u>Notes</u>	<u>2017 EUR</u>
Contributed capital		8.100
Reserve for development expenditure		117.799
Retained earnings		<u>665.452</u>
Equity		<u>791.351</u>
Trade payables		17.985
Payables to group enterprises		23.983
Payables to shareholders and management		42.396
Other payables		<u>4.022</u>
Current liabilities other than provisions		<u>88.386</u>
Liabilities other than provisions		<u>88.386</u>
Equity and liabilities		<u>879.737</u>
Contingent liabilities	7	

Statement of changes in equity for 2017

	Contributed capital EUR	Reserve for development expenditure EUR	Retained earnings EUR	Total EUR
	<u>EUR</u>	<u>EUR</u>	<u>EUR</u>	<u>EUR</u>
Contributed upon formation	8.100	0	871.218	879.318
Transfer to reserves	0	117.799	(117.799)	0
Profit/loss for the year	0	0	(87.967)	(87.967)
Equity end of year	8.100	117.799	665.452	791.351

Notes

	2017
	EUR
1. Staff costs	
Wages and salaries	37.229
	37.229
Average number of employees	1
	2017
	EUR
2. Other financial income	
Exchange rate adjustments	10.812
	10.812
	2017
	EUR
3. Other financial expenses	
Other interest expenses	1.315
	1.315
	Develop-
	ment
	projects in
	progress
	EUR
4. Intangible assets	
Additions	151.024
Cost end of year	151.024
Carrying amount end of year	151.024

Development projects

Development projects in progress comprise development of a financial administration and reputation tool for small businesses. The company expects to generate revenue from the activity in the beginning of 2018.

Notes

	Other fixtures and fittings, tools and equipment EUR
5. Property, plant and equipment	
Additions	1.305
Cost end of year	1.305
Depreciation for the year	(72)
Depreciation and impairment losses end of year	(72)
Carrying amount end of year	1.233

	Deposits EUR	Deferred tax EUR
6. Fixed asset investments		
Additions	1.345	23.938
Cost end of year	1.345	23.938
Carrying amount end of year	1.345	23.938

7. Contingent liabilities

The Entity participates in a Danish joint taxation arrangement where Hivenetworkonline Holding ApS serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed entities. The jointly taxed entities' total known net liability under the joint taxation arrangement is disclosed in the administration company's financial statements.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

This is the first annual report of the company.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue and external expenses.

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. This item also includes writedowns of receivables recognised in current assets.

Staff costs

Staff costs comprise salaries and wages as well as 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, calculated on the basis of the residual values and useful lives of the individual assets and impairment testing as well as gains and losses from the sale of property, plant and equipment.

Other financial income

Other financial income comprises interest income, net capital or exchange gains on securities, payables and transactions in foreign currencies as well as tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise interest expenses, amortisation of financial liabilities as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

Tax on profit/loss for the year

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

Balance sheet

Intellectual property rights etc

Intellectual property rights etc comprise development projects in progress with related intellectual property rights.

Accounting policies

Development projects on clearly defined and identifiable products and processes, for which the technical rate of utilisation, adequate resources and a potential future market or development opportunity in the enterprise can be established, and where the intention is to manufacture, market or apply the product or process in question, are recognised as intangible assets. Other development costs are recognised as costs in the income statement as incurred. When recognising development projects as intangible assets, an amount equalling the costs incurred is taken to equity under Reserve for development costs that is reduced as the development projects are amortised and written down.

Property, plant and equipment

Other fixtures and fittings, tools and equipment 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:

Other fixtures and fittings, tools and equipment	3 years
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Estimated useful lives and residual values are reassessed annually.

Items of property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Deferred tax

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

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

Prepayments

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

Cash

Cash comprises bank deposits.

Other financial liabilities

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