



TechTree ApS

**Kurreholmvej 32
3330 Gørløse**

CVR no. 38 30 92 42

**Annual report for the period
1 July 2019 to 30 June 2020
(3th Financial year)**

Adopted at the annual general
meeting on 5 October 2020

Ulrik Kejser Nyvold
chairman

Table of contents

	Page
Statements	
Statement by management on the annual report	1
Auditor's report on compilation of the financial statements	2
Management's review	
Company details	3
Management's review	4
Financial statements	
Accounting policies	5
Income statement	8
1 July 2019 - 30 June 2020	
Balance sheet 30 June	9
Notes to the annual report	11

Statement by management on the annual report

The executive board has today discussed and approved the annual report of TechTree ApS for the financial year 1 July 2019 - 30 June 2020.

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

In our opinion, the financial statements give a true and fair view of the company's financial position at 30 June 2020 and of the results of the company's operations for the financial year 1 July 2019 - 30 June 2020.

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

The financial statements have not been audited. Management considers the criteria for not auditing the financial statements to be met.

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

Gørløse, 9 September 2020

Executive board

Ulrik Kejser Nyvold

Sune Graae Norsker

Auditor's report on compilation of the financial statements

To the shareholder of TechTree ApS

We have compiled the financial statements of TechTree ApS for the financial year 1 July 2019 - 30 June 2020 based on the company's bookkeeping records and other information made available by enterprise.

The financial statements comprises income statement, balance sheet, notes and summary of significant accounting policies

We performed the engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our professional expertise to assist the enterprise in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We complied with the relevant provisions of the Danish Act on Approved Auditors and Audit Firms and FSR - Danish Auditors' Code of Ethics for Professional Accountants, including principles relating to integrity, objectivity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile the financial statements are the enterprise's responsibility.

As a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information provided by enterprise for our compilation of the financial statements. Accordingly, we do not express an audit or a review conclusion on whether the financial statements have been prepared in accordance with the Danish Financial Statements Act.

Helsingør, 9 September 2020

Møller-Jensen
statsautoriseret revisionsanpartsselskab
CVR no. 68 49 78 17

Søren Møller-Jensen
statsautoriseret revisor
MNE no. mne32072

Company details

The company

TechTree ApS
Kurreholmvej 32
3330 Gørløse

CVR no.: 38 30 92 42

Reporting period: 1 July 2019 - 30 June 2020

Incorporated: 5. January 2017

Domicile: Hillerød

Executive board

Ulrik Kejser Nyvold
Sune Graae Norsker

Auditors

Møller-Jensen
statsautoriseret revisionsanpartsselskab
Frederiksborgvej 14, 1.
3200 Helsingø

Management's review

Business review

The company's purpose is to develop, produce, sell and otherwise commercialize cloned plants

Financial review

The company's income statement for the year ended 30 June 2020 shows a loss of DKK 351.576, and the balance sheet at 30 June 2020 shows negative equity of DKK 1.226.295.

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 TechTree ApS for 2019/20 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

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

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.

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, changes in inventories of finished goods and work in progress and other operating income less costs of raw materials and consumables and other external expenses.

Other external expenses

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

Accounting policies

Other external expenses also comprise research and development costs that do not qualify for capitalisation.

Staff costs

Staff costs include wages and salaries, including compensated absence and pensions, as well as other social security contributions, etc. made to the entity's employees. The item is net of refunds made by public authorities.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses comprise the year's amortisation, depreciation and impairment of intangible assets and property, plant and equipment.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating 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 and foreign currency transactions, amortisation of mortgage loans and surcharges and allowances under the advance-payment-of-tax scheme, etc.

Tax on profit/loss for the year

The company is subject to the Danish rules on compulsory joint taxation.

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.

Tangible assets

Items of plant and machinery and fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

The depreciable amount is cost less the expected residual value at the end of the useful life.

Cost comprises the purchase price and any costs directly attributable to the acquisition until the date when the asset is available for use. The cost of self-constructed assets comprises direct and indirect costs of materials, components, sub-suppliers and wages.

Accounting policies

Straight-line depreciation is provided on the basis of the following estimated useful lives of the assets:

	Useful life
Other fixtures and fittings	3 - 5 years

Assets costing less than DKK 14.100 are expensed in the year of acquisition.

Receivables

Receivables are measured at amortised cost.

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.

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.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognised in the income statement as financial income or financial expenses. If foreign currency transactions are considered cash flow hedges, the value adjustments are taken directly to equity.

Income statement

1 July 2019 - 30 June 2020

	<u>Note</u>	<u>2019/20</u> DKK	<u>2019</u> DKK
Gross profit		-400.088	-330.920
Staff costs		0	-1.287
Depreciation, amortisation and impairment of intangible assets and property, plant and equipment		-5.160	-5.160
Profit/loss before net financials		-405.248	-337.367
Financial costs	1	-44.852	-34.309
Profit/loss before tax		-450.100	-371.676
Tax on profit/loss for the year	2	98.524	83.817
Profit/loss for the year		<u>-351.576</u>	<u>-287.859</u>
 Recommended appropriation of profit/loss			
Retained earnings		-351.576	-287.859
		<u>-351.576</u>	<u>-287.859</u>

Balance sheet 30 June

Assets

	<u>Note</u>	<u>2020</u> DKK	<u>2018/19</u> DKK
Other fixtures and fittings, tools and equipment		0	5.160
Tangible assets		<u>0</u>	<u>5.160</u>
Total non-current assets		<u>0</u>	<u>5.160</u>
Other receivables		21.075	9.108
Joint taxation contributions receivable		98.524	83.817
Receivables		<u>119.599</u>	<u>92.925</u>
Cash at bank and in hand		<u>15.840</u>	<u>13.848</u>
Total current assets		<u>135.439</u>	<u>106.773</u>
Total assets		<u><u>135.439</u></u>	<u><u>111.933</u></u>

Balance sheet 30 June

Equity and liabilities

	<u>Note</u>	<u>2020</u> DKK	<u>2018/19</u> DKK
Share capital		50.000	50.000
Retained earnings		-1.276.295	-924.719
Equity	4	-1.226.295	-874.719
Payables to group enterprises		1.350.746	975.664
Other payables		10.988	10.988
Total current liabilities		1.361.734	986.652
Total liabilities		1.361.734	986.652
Total equity and liabilities		135.439	111.933
Uncertainty about the continued operation (going concern)	5		
Contingent liabilities	6		

Notes

	<u>2019/20</u> DKK	<u>2019</u> DKK
1 Financial costs		
Financial expenses, group entities	44.850	34.309
Other financial costs	<u>2</u>	<u>0</u>
	<u>44.852</u>	<u>34.309</u>
2 Tax on profit/loss for the year		
Joint taxation contribution	<u>-98.524</u>	<u>-83.817</u>
	<u>-98.524</u>	<u>-83.817</u>
3 Tangible assets		<u>Other fixtures and fittings, tools and equipment</u>
Cost at the beginning		<u>15.480</u>
Cost at the end		<u>15.480</u>
Impairment losses and depreciation at the beginning		10.320
Depreciation for the year		<u>5.160</u>
Impairment losses and depreciation at the end		<u>15.480</u>
Carrying amount at the end		<u>0</u>

Notes

4 Equity

	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity at the beginning	50.000	-924.719	-874.719
Net profit/loss for the year	0	-351.576	-351.576
Equity at the end	<u>50.000</u>	<u>-1.276.295</u>	<u>-1.226.295</u>

5 Uncertainty about the continued operation (going concern)

The company has negative equity. The shareholders have declared that they will support the company financially at least for the next 12 months and hence have prepared the accounts in accordance with going concern principles.

6 Contingent liabilities

The company is jointly taxed with group companies and jointly and severally liable with other jointly taxed entities for payment of income taxes as well as for payment of withholding taxes on dividends, interest and royalties.