

A3 Informatics ApS
Skovbakken 1
3500 Værløse
Central Business Registration No
38607103

Annual report 2018

The Annual General Meeting adopted the annual report on 28.05.2019

Chairman of the General Meeting

Name: Scott McGregor

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Entity details

Entity

A3 Informatics ApS
Skovbakken 1
3500 Værløse

Central Business Registration No: 38607103

Founded: 27.04.2017

Registered in: Furesø

Financial year: 01.01.2018 - 31.12.2018

Executive Board

David Iberson-Hurst, Director

Scott McGregor, Director

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

P.O. Box 1600

0900 Copenhagen C

Statement by Management on the annual report

The Executive Board has today considered and approved the annual report of A3 Informatics ApS for the financial year 01.01.2018 - 31.12.2018.

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 31.12.2018 and of the results of its operations for the financial year 01.01.2018 - 31.12.2018.

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

We consider the preconditions for not auditing the financial statements for the financial year 01.01.2018 - 31.12.2018 as complied with.

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

Værløse, 28.05.2019

Executive Board

David Iberson-Hurst
Director

Scott McGregor
Director

The independent auditor's compilation report

To Management of A3 Informatics ApS

We have compiled the financial statements of A3 Informatics ApS for the financial year 01.01.2018 - 31.12.2018 based on the Entity's bookkeeping records and other information Management has provided.

These financial statements comprise the income statement, balance sheet, statement of changes in equity, notes and accounting policies.

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

We have applied our expertise in accounting and financial reporting to assist Management in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions of the Danish Public Accountants Act and FSR – Danish Auditors' Code of Conduct for professional accountants, including principles of integrity, objectivity, professional competence and due care.

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

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the disclosures Management provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion about whether the financial statements have been prepared in accordance with the Danish Financial Statements Act.

Copenhagen, 28.05.2019

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No: 33963556

Ove Nielsen
State Authorised Public Accountant
Identification number (MNE) mne16614

Management commentary

Primary activities

The Company's object is to carry on software development and any related business.

Development in activities and finances

The Company began the software development during 2017 and has continued with this activity in 2018. Loss for the year amounts to DKK 31 thousand, thus meeting expectations.

The current credit facilities can all be maintained and will be extended if necessary.

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 2018

	<u>Notes</u>	<u>2018 DKK</u>	<u>2017 DKK'000</u>
Other external expenses		<u>(26.106)</u>	<u>(33)</u>
Operating profit/loss		<u>(26.106)</u>	<u>(33)</u>
Other financial expenses	2	<u>(4.541)</u>	<u>(1)</u>
Profit/loss for the year		<u>(30.647)</u>	<u>(34)</u>
Proposed distribution of profit/loss			
Retained earnings		<u>(30.647)</u>	<u>(34)</u>
		<u>(30.647)</u>	<u>(34)</u>

Balance sheet at 31.12.2018

	<u>Notes</u>	<u>2018 DKK</u>	<u>2017 DKK'000</u>
Development projects in progress		388.625	148
Intangible assets	3	388.625	148
Fixed assets		388.625	148
Other receivables		75.597	1
Receivables		75.597	1
Cash		56.594	92
Current assets		132.191	93
Assets		520.816	241

Balance sheet at 31.12.2018

<u>Notes</u>	<u>2018 DKK</u>	<u>2017 DKK'000</u>
Contributed capital	50.000	50
Reserve for development expenditure	388.625	148
Retained earnings	<u>(452.793)</u>	<u>(182)</u>
Equity	<u>(14.168)</u>	<u>16</u>
Payables to group enterprises	<u>342.979</u>	<u>171</u>
Non-current liabilities other than provisions	<u>342.979</u>	<u>171</u>
Current portion of long-term liabilities other than provisions	170.000	0
Trade payables	0	29
Other payables	<u>22.005</u>	<u>25</u>
Current liabilities other than provisions	<u>192.005</u>	<u>54</u>
Liabilities other than provisions	<u>534.984</u>	<u>225</u>
Equity and liabilities	<u>520.816</u>	<u>241</u>
Going concern	1	

Statement of changes in equity for 2018

	Contributed capital DKK	Reserve for development expenditure DKK	Retained earnings DKK	Total DKK
	<u>DKK</u>	<u>DKK</u>	<u>DKK</u>	<u>DKK</u>
Equity beginning of year	50.000	147.797	(181.318)	16.479
Other equity postings	0	0	(240.828)	(240.828)
Transfer to reserves	0	240.828	0	240.828
Profit/loss for the year	0	0	(30.647)	(30.647)
Equity end of year	50.000	388.625	(452.793)	(14.168)

Notes

1. Going concern

The Company has lost more than 50% of its entire share capital. Management is aware of the rules governing loss of capital and will take the necessary steps. The current credit facilities can all be maintained and will be extended if necessary.

	2018	2017
	DKK	DKK'000
2. Other financial expenses		
Financial expenses from group enterprises	2.459	1
Interest expenses	2.082	0
	4.541	1
		Develop- ment projects in progress DKK
3. Intangible assets		
Cost beginning of year		147.797
Additions		240.828
Cost end of year		388.625
Carrying amount end of year		388.625

Development projects in progress

The cost of development projects comprises costs such as amortisation that are directly and indirectly attributable to the development projects.

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.

The accounting policies applied to these financial statements are consistent with those applied last year.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Income statement

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.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

Balance sheet

Intellectual property rights etc

Intellectual property rights etc comprise development projects completed and in progress with related intellectual property rights, acquired intellectual property rights and prepayments for intangible assets.

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

Accounting policies

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 expenditure that is reduced as the development projects are amortised and written down.

The cost of development projects comprises costs such as amortisation that are directly and indirectly attributable to the development projects.

Completed development projects are amortised on a straight-line basis using their estimated useful lives which are determined based on a specific assessment of each development project. If the useful life cannot be estimated reliably, it is fixed at ten years.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value, less writedowns for bad and doubtful debts.

Cash

Cash comprises cash in hand and bank deposits.

Other financial liabilities

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