

Lightbooth ApS

Gammeltorv 8
DK-1457 København K

CVR no. 38 60 73 75

Annual report 2020

The annual report was presented and approved at the
Company's annual general meeting on

14 May 2021

Anders Christian Myrup
Chairman

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Statement by the Executive Board

The Executive Board has today discussed and approved the annual report of Lightbooth ApS for the financial year 1 January – 31 December 2020.

The annual report has been 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 assets, liabilities and financial position at 31 December 2020 and of the results of the Company's operations for the financial year 1 January – 31 December 2020.

Further, in our opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

We recommend that the annual report be approved at the annual general meeting.

Copenhagen 14 May 2021
Executive Board:

Casper Milton Olsen
CEO

Christian Ole Angelo
Flintrup
CEO

Anders Christian Myrup
CEO

Bill Ebbesen
CEO

Management confirms that the Company fulfills the requirements to be exempt of audit.



Independent auditor's review report on financial statements

To the shareholders of Lightbooth ApS

We have reviewed the financial statements of Lightbooth ApS for the financial year 1 January – 31 December 2020 comprising income statement, balance sheet, statement of changes in equity and notes, including accounting policies.

Management's responsibility 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 that Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the financial statements. We have performed our review in accordance with the International Standard relating to Engagements to Review Historical Financial Statements and additional requirements under Danish audit regulation. This requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This also requires us that we comply with relevant ethical requirements.

A review of financial statements in accordance with the International Standard relating to Engagements to Review Historical Financial Statements is a limited assurance engagement. The auditor performs procedures primarily consisting of making enquiries of Management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2020 and of the results of the Company's operations for the financial year 1 January – 31 December 2020 in accordance with the Danish Financial Statements Act.

Copenhagen, 14 May 2021

KPMG

Statsautoriseret Revisionspartnerselskab

CVR no. 25 57 81 98

Morten Høgh-Petersen
State Authorised
Public Accountant
mne34283

Lightbooth ApS
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CVR no. 38 60 73 75

Management's review

Company details

Lightbooth ApS
Gammeltorv 8
1457 København K

CVR no.: 38 60 73 75
Financial year: 1 January – 31 December

Executive Board

Casper Milton Olsen, CEO
Christian Ole Angelo Flintrup, CEO
Anders Christian Myrup, CEO
Bill Ebbesen, CEO

Auditor

KPMG
Statsautoriseret Revisionspartnerselskab
Dampfærgevej 28
DK-2100 København Ø
CVR no. 25 57 81 98

Management's review

Operating review

Principal activities

The purpose of the company is to conduct marketing business along with related activities as decided by the management.

Development in activities and financial position

The Company's income statement for 2020 shows a profit of DKK 473,024 as against DKK 883,323 in 2019. Equity in the Company's balance sheet at 31 December 2020 stood at DKK 331,475 as against DKK -141,549 at 31 December 2019.

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.

Financial statements 1 January – 31 December

Income statement

DKK	Note	2020	2019
Gross profit		1,258,242	1,105,209
Staff costs	2	-631,268	-139,221
Depreciation, amortisation and impairment losses		-14,598	-10,828
Profit before financial income and expenses		612,376	955,160
Other financial expenses		-39,136	-32,850
Profit before tax		573,240	922,310
Tax on profit/loss for the year		-100,216	-38,987
Profit for the year		473,024	883,323
Proposed profit appropriation			
Other reserves		355,314	138,277
Retained earnings		117,710	745,046
		473,024	883,323

Financial statements 1 January – 31 December

Balance sheet

DKK	Note	2020	2019
ASSETS			
Fixed assets			
Intangible assets			
Acquired patents		6,725	0
Development projects in progress		1,029,593	574,063
		<u>1,036,318</u>	<u>574,063</u>
Property, plant and equipment	3		
Fixtures and fittings, tools and equipment		11,603	26,201
		<u>11,603</u>	<u>26,201</u>
Investments			
Deposits		133,325	0
		<u>133,325</u>	<u>0</u>
Total fixed assets		<u>1,181,246</u>	<u>600,264</u>
Current assets			
Receivables			
Trade receivables		380,338	242,354
Receivables from group entities		35,750	25,625
Other receivables		92,000	0
		<u>508,088</u>	<u>267,979</u>
Cash at bank and in hand		90,944	73,520
		<u>90,944</u>	<u>73,520</u>
Total current assets		<u>599,032</u>	<u>341,499</u>
TOTAL ASSETS		<u><u>1,780,278</u></u>	<u><u>941,763</u></u>

Financial statements 1 January – 31 December

Balance sheet

DKK	Note	2020	2019
EQUITY AND LIABILITIES			
Equity			
Contributed capital		50,000	50,000
Reserve for development costs		803,083	447,769
Retained earnings		<u>-521,608</u>	<u>-639,318</u>
Total equity		<u>331,475</u>	<u>-141,549</u>
Provisions			
Provisions for deferred tax		<u>226,510</u>	<u>126,294</u>
Total provisions		<u>226,510</u>	<u>126,294</u>
Liabilities other than provisions			
Non-current liabilities other than provisions			
	4		
Trade payables		925,336	893,526
Other payables		<u>0</u>	<u>5,550</u>
		<u>925,336</u>	<u>899,076</u>
Current liabilities other than provisions			
Trade payables		14,000	21,919
Other payables		257,957	11,023
Deposits		<u>25,000</u>	<u>25,000</u>
		<u>296,957</u>	<u>57,942</u>
Total liabilities other than provisions		<u>1,222,293</u>	<u>957,018</u>
TOTAL EQUITY AND LIABILITIES		<u>1,780,278</u>	<u>941,763</u>
Contractual obligations, contingencies, etc.	5		

Financial statements 1 January – 31 December

Statement of changes in equity

DKK	<u>Contributed capital</u>	<u>Reserve for development costs</u>	<u>Retained earnings</u>	<u>Total</u>
Equity at 1 January 2020	50,000	447,769	-639,318	-141,549
Transferred over the distribution of profit	<u>0</u>	<u>355,314</u>	<u>117,710</u>	<u>473,024</u>
Equity at 31 December 2020	<u><u>50,000</u></u>	<u><u>803,083</u></u>	<u><u>-521,608</u></u>	<u><u>331,475</u></u>

Financial statements 1 January – 31 December

Notes

1 Accounting policies

The annual report of Lightbooth ApS for 2020 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act with opt-in from higher reporting classes.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

Income statement

Gross profit

Pursuant to section 32 of the Danish Financial Statements Act, the Company has decided only to disclose gross profit.

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue from the sale of services is recognised in the income statement when delivery is made to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for ordinary inventory writedowns.

Other external costs

Other external costs comprise distribution costs and costs related to sales, sales campaigns, administration, office premises, operating leases, etc.

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Staff costs

Staff costs comprise wages and salaries, including holiday allowance, pension and other social security costs, etc., to the Company's employees, excluding reimbursements from public authorities.

Financial expenses

Financial income and expenses comprise interest income and expense, financial costs regarding finance leases, payables and transactions denominated in foreign currencies, etc.

Tax on profit/loss for the year

The Parent Company is subject to the Danish rules on compulsory joint taxation of the Group's Danish subsidiaries. The subsidiaries are included in the joint taxation from the date when they are included in the consolidated financial statements and up to the date when they are excluded from the consolidation.

The Parent Company is the administrative company for the joint taxation and accordingly settles all payments of corporation tax to the tax authorities.

On payment of joint taxation contributions, current Danish corporation tax is allocated between the jointly taxed entities in proportion to their taxable income. Entities with tax losses receive joint taxation contributions from entities that have used the losses to reduce their own taxable profit.

Tax for the year comprises current corporation tax for the year and changes in deferred tax, including changes in tax rates. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

Balance sheet

Intangible assets

Patents, licences and trademarks

Patents and licences are measured at cost less accumulated amortisation and impairment losses. Patents are amortised on a straight-line basis over the remaining life of the patent, and licences are amortised over the contract period, however, not exceeding 10 years.

Development projects

Development costs comprise costs, wages, salaries and amortisation directly and indirectly attributable to development activities.

Financial statements 1 January – 31 December

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1 Accounting policies (continued)

Property, plant and equipment

Fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the purchase price and any costs directly attributable to the acquisition until the date on which the asset is available for use. Indirect production overheads and borrowing costs are not recognised in cost.

Where individual components of an item of property, plant and equipment have different useful lives, they are accounted for as separate items, which are depreciated separately.

The basis of depreciation is cost less any projected residual value after the end of the useful life. Depreciation is provided on a straight-line basis over the estimated useful life. The estimated useful lives are as follows:

Fixtures and fittings, tools and equipment	3-5 years
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The useful life and residual value are reassessed annually. Changes are treated as accounting estimates, and the effect on depreciation is recognised prospectively.

Receivables

Receivables are measured at amortised cost.

Write-down is made for bad debt losses where there is an objective indication that a receivable or a portfolio of receivables has been impaired. If there is an objective indication that an individual receivable has been impaired, write-down is made on an individual basis.

Receivables with no objective indication of individual impairment are assessed for objective indication of impairment on a portfolio basis. The portfolios are primarily based on the debtors' registered offices and credit rating in accordance with the Company's credit risk management policy. The objective indicators used in relation to portfolios are determined on the basis of historical loss experience.

Write-downs are calculated as the difference between the carrying amount of receivables and the present value of forecast cash flows, including the realisable value of any collateral received. The effective interest rate for the individual receivable or portfolio is used as discount rate.

Cash at bank and in hand

Cash comprises bank deposits.

Financial statements 1 January – 31 December

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1 Accounting policies (continued)

Equity

Reserve for development costs

The reserve for development costs comprises capitalised development costs. The reserve cannot be used for dividends, distribution or to cover losses. If the recognised development costs are sold or in other ways excluded from the Company's operations, the reserve will be dissolved and transferred directly to the distributable reserves under equity. If the recognised development costs are written down, the part of the reserve corresponding to the write-down of the developments costs will be reversed. If a write-down of development costs is subsequently reversed, the reserve will be re-established. The reserve is reduced by amortisation of capitalised development costs on an ongoing basis.

Liabilities other than provisions

Liabilities are recognised at cost at the date of borrowing, corresponding to the proceeds received less transaction costs paid. In subsequent periods, the financial liabilities are measured at amortised cost using the effective interest method. Accordingly, the difference between cost and the nominal value is recognised in the income statement over the term of the loan together with interest expenses.

Other liabilities are measured at net realisable value.

2 Staff costs

DKK	2020	2019
Wages and salaries	620,218	135,759
Other social security costs	6,249	3,282
Other staff costs	4,801	180
	<u>631,268</u>	<u>139,221</u>
Average number of full-time employees	<u>5</u>	<u>5</u>

Financial statements 1 January – 31 December

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3 Property, plant and equipment

DKK	Fixtures and fittings, tools and equipment	Total
Cost at 1 January 2020	26,201	26,201
Cost at 31 December 2020	26,201	26,201
Depreciation for the year	-14,598	-14,598
Depreciation and impairment losses at 31 December 2020	-14,598	-14,598
Carrying amount at 31 December 2020	11,603	11,603

4 Non-current liabilities other than provisions

DKK	2020	2019
Liabilities other than provisions can be specified as follows:		
1-5 years	925,336	853,876
Total liabilities other than provisions	925,336	853,876

5 Contractual obligations, contingencies, etc.

The Company has a contractual obligation regarding rent of DKK 143.250.

The Entity participates in a Danish joint taxation arrangement where Light ApS serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore secondarily liable for income taxes etc. for the jointly taxed entities, which is limited to the equity interest by which the entity participates in the group.