

Songco ApS
Sundkrogsgade 19
2100 København Ø
Business Registration No
38915487

**Annual report 06.09.2017
- 31.12.2018**

The Annual General Meeting adopted the annual report on 31.05.2019

Chairman of the General Meeting

Name: Nick Jensen

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Entity details

Entity

Songco ApS
Sundkrogsgade 19
2100 København Ø

Central Business Registration No (CVR): 38915487

Registered in: København

Financial year: 06.09.2017 - 31.12.2018

Executive Board

Nick Jensen

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Weidekampsgade 6
Postboks 1600
0900 København C

Statement by Management on the annual report

The Executive Board has today considered and approved the annual report of Songco ApS for the financial year 06.09.2017 - 31.12.2018.

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

In the Executive Board's 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 06.09.2017 - 31.12.2018.

The Executive Board believes that the management commentary contains a fair review of the affairs and conditions referred to therein.

The Executive Board recommends the annual report for adoption at the Annual General Meeting.

Copenhagen, 31.05.2019

Executive Board

Nick Jensen

Independent auditor's report

To the shareholder of Songco ApS

Opinion

We have audited the financial statements of Songco ApS for the financial year 06.09.2017 - 31.12.2018, 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 31.12.2018 and of the results of its operations for the financial year 06.09.2017 - 31.12.2018 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, 31.05.2019

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No (CVR) 33963556

Kim Takata Mücke
State Authorised Public Accountant
Identification No (MNE) mne10944

Management commentary

Primary activities

The Entity's objective is to invest in enterprises.

Development in activities and finances

The loss of the year amounts to DKK 1.002.237. The result for the year is in line with expectations for the Entity's first year.

As of 31.12.2018 the Entity has negative equity. The Entity has access to funding sources, hence the negative equity has no implications in relation to the Entity applying the going-concern principle. The Entity expects to re-establish the share capital through future income from the investments.

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 2017/18

	<u>Notes</u>	<u>2017/18</u> <u>DKK</u>
Other external expenses		<u>(342.500)</u>
Operating profit/loss		(342.500)
Financial expenses from group enterprises		(658.796)
Other financial expenses		<u>(941)</u>
Profit/loss for the year		<u>(1.002.237)</u>
Proposed distribution of profit/loss		
Retained earnings		<u>(1.002.237)</u>
		<u>(1.002.237)</u>

Balance sheet at 31.12.2018

	<u>Notes</u>	<u>2017/18</u> <u>DKK</u>
Investments in group enterprises		17.961.129
Receivables from group enterprises		<u>2.000.000</u>
Fixed asset investments		<u>19.961.129</u>
Fixed assets		<u>19.961.129</u>
Cash		<u>112.638</u>
Current assets		<u>112.638</u>
Assets		<u>20.073.767</u>

Balance sheet at 31.12.2018

	2018
	DKK
<u>Notes</u>	<u>DKK</u>
Contributed capital	50.000
Retained earnings	<u>(1.002.237)</u>
Equity	<u>(952.237)</u>
Payables to group enterprises	<u>20.996.004</u>
Non-current liabilities other than provisions	<u>20.996.004</u>
Other payables	<u>30.000</u>
Current liabilities other than provisions	<u>30.000</u>
Liabilities other than provisions	<u>21.026.004</u>
Equity and liabilities	<u>20.073.767</u>
Staff costs	1
Contingent liabilities	2

Statement of changes in equity for 2017/18

	Contributed capital DKK	Retained earnings DKK	Total DKK
Contributed upon formation	50.000	0	50.000
Profit/loss for the year	0	(1.002.237)	(1.002.237)
Equity end of year	50.000	(1.002.237)	(952.237)

Notes

	<u>2017/18</u>
1. Staff costs	
Average number of employees	<u>0</u>

2. Contingent liabilities

The Entity serves as the administration company in a Danish taxation arrangement. 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.

The Entity has an unrecorded deferred tax asset of DKK 151,742 relating to tax losses carried forward.

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.

Referring to section 110 of the Danish Financial Statements Act, no consolidated financial statements have been prepared.

Income statement

Other external expenses

Other external expenses include miscellaneous corporate expenses

Financial expenses from group enterprises

Financial expenses from group enterprises comprise interest expenses etc from payables to group enterprises.

Other financial expenses

Other financial expenses comprise interest expenses.

Balance sheet

Investments in group enterprises

Investments in group enterprises are measured at cost. Investments are written down to the lower of recoverable amount and cost.

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.