

NVRMIND IVS

c/o Milan Grajetzki, Sct. Mathias Gade 78, 2. th., 8800 Viborg

Company reg. no. 39 15 27 03

Annual report

1 January - 31 December 2019



The annual report was submitted and approved by the general meeting on the 22 June 2020.

Milan Grajetzki
Chairman of the meeting

Notes:

- To ensure the greatest possible applicability of this document, IAS/IFRS British English terminology has been used.
- Please note that decimal points have not been used in the usual English way. This means that for instance DKK 146.940 means the amount of DKK 146,940, and that 23,5 % means 23.5 %.

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Management's report

Today, the executive board has presented the annual report of NVRMIND IVS for the financial year 1 January - 31 December 2019.

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

We consider the accounting policies appropriate and, in our opinion, the financial statements provide a fair presentation of the company's assets, equity and liabilities, and financial position at 31 December 2019 and of the company's results of activities in the financial year 1 January – 31 December 2019.

The executive board consider the conditions for audit exemption of the 2019 financial statements to be met.

We are of the opinion that the management commentary presents a fair account of the issues dealt with.

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

Viborg, 22 June 2020

Executive board

Dario Seyb

Milan Jonas Grajetzki

Auditor's report on compilation of the annual accounts

To the shareholders of NVRMIND IVS

We have compiled the financial statements of NVRMIND IVS for the financial year 1 January - 31 December 2019 based on the company's bookkeeping and on further information provided by you.

The financial statements comprise the accounting policies, income statement, statement of financial position and notes.

We performed this engagement in accordance with the international standard ISRS 4410 applying to compilation engagements.

We have applied our professional expertise to assist you in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant requirements of the Danish Act on Approved Auditors and Audit Firms and with ethical requirements of the Danish Institute of State Authorised Public Accountants, including principles of integrity, objectivity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

As a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us in order to compile the financial statements. Accordingly, we express neither an audit opinion nor a review opinion as to whether the financial statements have been compiled in accordance with the Danish Financial Statements Act.

Viborg, 22 June 2020

Ullits & Winther

State Authorised Public Accountants
Company reg. no. 32 09 32 72

Claus Søndergaard Nielsen

State Authorised Public Accountant
mne30145

Company information

The company

NVRMIND IVS
c/o Milan Grajetzki
Sct. Mathias Gade 78, 2. th.
8800 Viborg

Company reg. no. 39 15 27 03
Established: 30 November 2017
Domicile: Viborg
Financial year: 1 January - 31 December

Executive board

Dario Seyb
Milan Jonas Grajetzki

Auditors

Ullits & Winther
Statsautoriseret Revisionspartnerselskab
Agerlandsvej 1
8800 Viborg

Parent company

NVRMIND Holdings IVS

Management commentary

The principal activities of the company

The principal activities of the company are development and sale of digital products and activities connected therewith.

Accounting policies

The annual report for NVRMIND IVS is presented in accordance with those regulations of the Danish Financial Statements Act concerning companies identified as class B enterprises. Furthermore, the company has chosen to comply with some of the rules applying for class C enterprises.

The accounting policies used are unchanged compared to last year. The annual report is presented in DKK.

Recognition and measurement in general

Income is recognised in the profit and loss account concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs, these including depreciation, amortisation, writedown, provisions, and reversals which are due to changes in estimated amounts previously recognised in the profit and loss account are recognised in the profit and loss account.

Assets are recognised in the balance sheet when the company is liable to achieve future, financial benefits and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the company is liable to lose future, financial benefits and the value of the liability can be measured reliably.

At the first recognition, assets and liabilities are measured at cost. Later, assets and liabilities are measured as described below for each individual accounting item.

At recognition and measurement, such predictable losses and risks are taken into consideration, which may appear before the annual report is presented, and which concerns matters existing on the balance sheet date.

Income statement

Gross loss

Gross loss comprises the net turnover, changes in inventories of finished goods, and work in progress, work performed for own account and capitalised, other operating income, and external costs.

The net turnover is recognised in the profit and loss account if delivery and risk transfer to the buyer have taken place before the end of the year, and if the income can be determined reliably and is expected to be received. The net turnover is recognised exclusive of VAT and taxes and with the deduction of any discounts granted in connection with the sale.

Costs of sales includes costs for the purchase of raw materials and consumables less discounts and changes in inventories.

Other external costs comprise costs for distribution, sales, administration and premises.

Accounting policies

Net financials

Net financials comprise interest, realised and unrealised capital gains and losses concerning financial assets and liabilities. Financial income and expenses are recognised in the profit and loss account with the amounts that concerns the financial year.

Tax of the results for the year

The tax for the year comprises the current tax for the year and the changes in deferred tax, and it is recognised in the profit and loss account with the share referring to the results for the year and directly in the equity with the share referring to entries directly on the equity.

The company is subject to the Danish legislation concerning compulsory joint taxation with the Danish group enterprises.

The current Danish corporate tax is allocated among the jointly taxed companies in proportion to their respective taxable income (full allocation with reimbursement of tax losses).

The balance sheet

Debtors

Debtors are measured at amortised cost which usually corresponds to face value. In order to meet expected losses, writedown takes place at the net realisable value.

Accrued income and deferred expenses

Accrued income and deferred expenses recognised under assets comprise incurred costs concerning the next financial year.

Available funds

Available funds comprise cash at bank and in hand.

Equity

Reserve for entrepreneurial companies

The enterprise transfers at least 25 % of the profit for the year to the reserve for entrepreneurial companies under equity. The transfer of 25 % of the profit for the year shall continue until the contributed capital and the reserve for entrepreneurial companies reaches a total amount of DKK 40,000.

Corporate tax and deferred tax

Current tax receivable and tax liabilities are recognised in the balance sheet at the amount calculated on the basis of the expected taxable income for the year adjusted for tax on previous years' taxable income and prepaid taxes. Tax receivable and tax liabilities are set off to the extent that legal right of set-off exists and if the items are expected to be settled net or simultaneously.

Accounting policies

According to the rules of joint taxation, NVRMIND IVS is unlimited, jointly and severally liable towards the Danish tax authorities for the total corporation tax, including withholding tax on interest, royalties and dividends, arising within the jointly taxed group of companies.

Deferred tax is measured on the basis of all temporary differences in assets and liabilities with a balance sheet focus.

Deferred tax assets, including the tax value of tax losses eligible for carryover, are recognised at the value at which they are expected to be realisable, either by settlement against tax of future earnings or by setoff in deferred tax liabilities within the same legal tax unit.

Deferred tax is measured based on the tax rules and tax rates applying under the legislation on the balance sheet date and prevailing when the deferred tax is expected to be released as current tax.

Liabilities

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

Income statement

All amounts in DKK.

<u>Note</u>	1/1 2019 - 31/12 2019	30/11 2017 - 31/12 2018
Gross loss	-30.052	81.608
Other financial costs	-656	-5
Results before tax	-30.708	81.603
Tax on ordinary results	6.000	-21.626
Results for the year	-24.708	59.977
Proposed appropriation of net profit:		
Allocated to results brought forward	0	19.979
To be transferred to reserve for entrepreneurial companies	-4.729	39.998
Allocated from results brought forward	-19.979	0
Total allocations and transfers	-24.708	59.977

Statement of financial position at 31 December

All amounts in DKK.

<u>Note</u>	<u>2019</u>	<u>2018</u>
Assets		
Current assets		
Trade debtors	23.353	63.667
Amounts owed by group enterprises	11.252	2
Deferred tax assets	6.000	0
Other debtors	6.195	1.854
Accrued income and deferred expenses	0	1.240
Debtors in total	<u>46.800</u>	<u>66.763</u>
Available funds	<u>32.956</u>	<u>31.634</u>
Current assets in total	<u>79.756</u>	<u>98.397</u>
Assets in total	<u>79.756</u>	<u>98.397</u>

Statement of financial position at 31 December

All amounts in DKK.

Equity and liabilities			
<u>Note</u>		<u>2019</u>	<u>2018</u>
Equity			
1	Contributed capital	2	2
2	Reserve for entrepreneurial companies	35.269	39.998
3	Results brought forward	0	19.979
	Equity in total	<u>35.271</u>	<u>59.979</u>
 Liabilities			
	Trade creditors	10.359	10.000
	Corporate tax	0	21.626
	Other debts	34.126	6.792
	Short-term liabilities in total	<u>44.485</u>	<u>38.418</u>
	Liabilities in total	<u>44.485</u>	<u>38.418</u>
	Equity and liabilities in total	<u>79.756</u>	<u>98.397</u>
 4 Mortgage and security			
5 Contingencies			

Notes

All amounts in DKK.

	<u>31/12 2019</u>	<u>31/12 2018</u>
1. Contributed capital		
Contributed capital opening balance	2	0
Cash capital increase	<u>0</u>	<u>2</u>
	<u>2</u>	<u>2</u>
2. Reserve for entrepreneurial companies		
Reserve for entrepreneurial companies opening balance	39.998	0
Provisions of the results for the year	<u>-4.729</u>	<u>39.998</u>
	<u>35.269</u>	<u>39.998</u>
3. Results brought forward		
Results brought forward opening balance	19.979	0
Profit or loss for the year brought forward	<u>-19.979</u>	<u>19.979</u>
	<u>0</u>	<u>19.979</u>

4. Mortgage and security

None.

5. Contingencies

Joint taxation

NVRMIND Holdings IVS, company reg. no 39111896 being the administration company, the company is subject to the Danish scheme of joint taxation and unlimited, jointly and severally liable with the other jointly taxed companies for the total corporation tax.

The company is unlimited jointly and severally liable with the other jointly taxed companies, for any obligations to withhold tax on interest, royalties and dividends.

The jointly taxed enterprises' total, known net liability to the Danish tax authorities appears from the annual accounts of the administration company.

Notes

All amounts in DKK.

5. Contingencies (continued)

Joint taxation (continued)

Any subsequent adjustments of corporate taxes or withheld taxes etc. may cause changes in the company's liabilities.