



Kide Engineering ApS

c/o Bech-Bruun
Langelinie Allé 35
2100 København Ø

CVR No. 39307685

Annual Report 2018

1. financial year

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 24 May 2019

Kai Zhang
Chairman

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Management's Statement

Today, Management has considered and adopted the Annual Report of Kide Engineering ApS for the financial year 28 January 2018 - 31 December 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 assets, liabilities and financial position of the Company at 31 December 2018 and of the results of the Company's operations for the financial year 28 January 2018 - 31 December 2018.

In our opinion, the Management's Review includes a true and fair account of the matters addressed in the review.

It was decided at the foundation that the Annual Report should not be audited. The conditions for the financial statements not to be audited are deemed to be met.

We recommend that the Annual Report be adopted at the Annual General Meeting.

København, 24 May 2019

Management

Kai Zhang
Man. Director

Kide Engineering ApS

Company details

Company	Kide Engineering ApS c/o Bech-Bruun Langelinie Allé 35 2100 København Ø
CVR No.	39307685
Date of formation	28 January 2018
Registered office	København
Financial year	28 January 2018 - 31 December 2018
Executive Board	Kai Zhang, Man. Director

Management's Review

The Company's principal activities

The Company's principal activities consist of engineering consulting and thereby related businessactivities according to the Executive Board.

Development in activities and financial matters

The Company's Income Statement of the financial year 28 January 2018 - 31 December 2018 shows a result of DKK 123.031 and the Balance Sheet at 31 December 2018 a balance sheet total of DKK 1.489.908 and an equity of DKK 613.031.

Post financial year events

After the end of the financial year, no events have occurred which may change the financial position of the entity substantially.

Accounting Policies

Reporting Class

The Annual Report of Kide Engineering ApS for 2018 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

As the financial year 2018 is the Company's first financial year, the Financial Statements with associated notes have been prepared without comparative figures from the previous year.

Reporting currency

The Annual Report is presented in Danish kroner.

Translation policies

Transactions in foreign currencies are translated into DKK at the exchange rate prevailing at the date of transaction. Monetary assets and liabilities in foreign currencies are translated into DKK based on the exchange rates prevailing at the balance sheet day. Realised and unrealised foreign exchange gains and losses are included in the Income Statement under Financial Income and Expenses.

General Information

Basis of recognition and measurement

Income is recognised in the Income Statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortised cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the Income Statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the Income Statement.

Assets are recognised in the Balance Sheet when it is probable that future economic benefits attributable to the asset will accrue 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 attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

At initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the Annual Report, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

Accounting Policies

Income Statement

Gross profit/loss

The Company has decided to aggregate certain items of the Income Statement in accordance with the provisions of Section 32 of the Danish Financial Statements Act.

Gross profit includes revenue, raw material costs and consumables and other external costs.

Revenue

Revenue is recognized in the income statement if delivery and risk transfer to the buyer have taken place before the end of the year, and if the income can be calculated reliably and is expected to be received. Revenue is recognized exclusive of VAT and taxes and discounts in connection with the sale.

Income from delivery of services is recognised as revenue as the service is delivered.

Raw materials and consumables

Costs for raw materials and consumables comprise purchase of goods and services for resale.

Other external expenses

Other external expenses comprise expenses regarding administration.

Staff expenses

Staff expenses comprise wages and salaries, pensions and social security costs.

Other staff expenses are recognised in other external expenses.

Financial income and expenses

Financial income and expenses are recognised in the Income Statement with the amounts that concern the financial year. Financial income and expenses include interest income well as expenses and surcharges and allowances under the tax repayment scheme.

Tax on net profit/loss for the year

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

Balance Sheet

Supply of services in progress

Supply of services in progress is measured at the selling price of the work performed. The stage of completion is determined on the basis of direct and indirect costs incurred in relation to expected total costs.

The value of the individual supplies in progress less invoicing on account is classified as receivables if the amounts are positive and as payables if the amounts are negative.

Deduction for loss is determined as the total expected contract loss, irrespective of the share actually performed.

Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank.

Accounting Policies

Equity

Equity includes the share capital and a number of other equity items that may be statutory or stipulated in the Articles of Association.

Liabilities

Liabilities are measured at amortized cost, which generally corresponds to nominal value.

Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the Balance Sheet as calculated tax on the expected taxable income for the year, adjusted for tax on taxable income for previous years as well as for tax prepaid.

Other liabilities

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

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Income Statement

	Note	2018 kr.
Gross profit		682.323
Employee benefits expense	1	<u>-493.911</u>
Profit from ordinary operating activities		188.412
Finance income from group enterprises		1.068
Finance expenses arising from group enterprises		-8.710
Other finance expenses		<u>-6.391</u>
Profit from ordinary activities before tax		174.379
Tax expense on ordinary activities		<u>-51.348</u>
Profit		123.031
Proposed distribution of results		
Retained earnings		<u>123.031</u>
Distribution of profit		123.031

Balance Sheet as of 31 December

	Note	2018 kr.
Assets		
Short-term trade receivables		285.000
Contract work in progress		755.535
Short-term receivables from group enterprises		49.956
Short-term tax receivables from group enterprises		82.522
Other short-term receivables		80.150
Receivables		<u>1.253.163</u>
Cash and cash equivalents		<u>236.745</u>
Current assets		<u>1.489.908</u>
Assets		<u>1.489.908</u>

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Balance Sheet as of 31 December

	Note	2018 kr.
Liabilities and equity		
Contributed capital		490.000
Retained earnings		123.031
Equity		613.031
Trade payables		21.318
Payables to group enterprises		490.326
Tax payables		137.618
Other payables		227.615
Short-term liabilities other than provisions		876.877
Liabilities other than provisions within the business		876.877
Liabilities and equity		1.489.908
Contingent liabilities	2	
Collaterals and assets pledges as security	3	

Notes

2018

1. Employee benefits expense

Wages and salaries	469.155
Post-employment benefit expense	23.160
Social security contributions	1.596
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	493.911
	<hr/>

Average number of employees	<hr/>
	1
	<hr/>

2. Contingent liabilities

The Company is jointly taxed with the other enterprises in the group and are jointly and severally liable for the taxes that concern the joint taxation.

The total amount appears from the annual report of Kide Engineering ApS which is the administration company in the joint taxation.

3. Collaterals and securities

No securities or mortgages exist at the balance sheet date.