

**OneWeb ApS**

Imaneq 33, 6.

3900 Nuuk

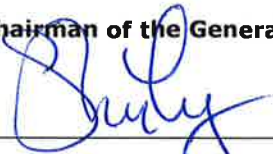
Business Registration No

39402084

**Annual report 08.03.2018  
- 31.12.2018**

The Annual General Meeting adopted the annual report on May 24, 2019

**Chairman of the General Meeting**



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Name: Steven Philip Fay

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## Entity details

### Company

OneWeb ApS  
Imaneq 33, 6  
3900 Nuuk

Central Business Registration No (CVR): 39402084

Registered in: Sermersooq

Financial year: 08.03.2018 – 31.12.2018

### Executive Board

Kathleen Guerere  
Steven Philip Fay

### Company auditors

KPMG P/S  
Dampfærgevej 28  
2100 København Ø

## Statement by Management on the annual report

The Executive Board have today considered and approved the annual report of OneWeb ApS for the financial year 08.03.2018 - 31.12.2018.

The annual report is presented in accordance with the 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 08.03.2018 - 31.12.2018.

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

We recommend to the Annual General Meeting that the financial statements for the next financial year not be audited.

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

McLean, Virginia, May 24, 2019

**Executive Board**



Kathleen Guerere



Steven Philip Fay

## **Independent auditor's report**

### **To the shareholders of OneWeb ApS**

#### **Opinion**

We have audited the financial statements of OneWeb ApS for the financial year 08.03.2018 - 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 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 08.03.2018 - 31.12.2018 in accordance with the 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 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 Greenland, 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 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 Financial Statements Act. We did not identify any material misstatement of the management commentary.

Copenhagen, May 29 2019

### **KPMG**

Statsautoriseret Revisionspartnerselskab

CVR no. 25 57 81 98

  
Klaus Ritz

State Authorised Public Accountant

MNE No. 33205

## Management commentary

### Primary activities

The Company's is a part of the OneWeb Group. The OneWeb Group's principal activities are the design, development and operation of a global satellite communications network with the mission to enable universal internet access. The planned network will consist of a constellation of low-earth orbit satellites that aims to deliver high speed, low latency global connectivity to customers throughout the world. The OneWeb network is designed to go beyond the limits of existing infrastructure, enabling connectivity for remote, rural communities and schools as well as for business and industries that rely on global connectivity such as aviation, maritime, and land mobility.

### Development in activities and finances

It was the first financial year for the Entity, and activities included working on the land area allocation for the site for the future buildout of the ground station and facilitating compliance with in-country legal, finance, and tax reporting obligations.

### 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 USD</u>
Other revenue		6.293
Other operating expenses		<u>(5.397)</u>
<b>Profit before tax</b>		<b><u>896</u></b>
Tax on profit for the year		<u>(285)</u>
<b>Profit for the year</b>		<b><u><u>611</u></u></b>
<b>Proposed distribution of profit</b>		
Retained earnings		<u>611</u>
		<b><u>611</u></b>

**Balance sheet at 31.12.2018**

	<u>Notes</u>	<u>2018 USD</u>
Trade receivables		<u>6.293</u>
<b>Receivables</b>		<u><b>6.293</b></u>
<b>Cash</b>		<u><b>18.847</b></u>
<b>Current assets</b>		<u><b>25.140</b></u>
<b>Assets</b>		<u><u><b>25.140</b></u></u>

**Balance sheet at 31.12.2018**

	<u>Notes</u>	<u>2018 USD</u>
Contributed capital	1	19.189
Retained earnings		<u>611</u>
<b>Equity</b>		<b><u>19.800</u></b>
Other payables		5.055
Tax payable		<u>285</u>
<b>Short-term liabilities other than provisions</b>		<b><u>5.340</u></b>
<b>Liabilities other than provisions</b>		<b><u>5.340</u></b>
<b>Equity and liabilities</b>		<b><u><u>25.140</u></u></b>

## Statement of changes in equity for 2018

	<b>Contributed capital USD</b>	<b>Retained earnings USD</b>	<b>Total USD</b>
Contributed capital 08.03.2018	19.189	0	19.189
Profit for the year	0	611	611
<b>Equity end of year</b>	<b>19.189</b>	<b>611</b>	<b>19.800</b>

## Notes

USD

### 1. Contributed capital

Contributed capital consists of 1 share at DKK 125.000.

Contributed capital at formation 08.03.2018

19.189

**Share capital at 31.12.2018**

**19.189**

## Accounting policies

### Reporting class

This annual report has been presented in accordance with the provisions of the Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

The reporting currency for the company is USD. The exchange rate between DKK and USD was 6,4413 as of 31.12.2018.

This is the first financial year of the Entity and the accounting policies are as follows:

### Income statement

#### Gross profit or loss

Gross profit or loss comprises external expenses and revenue.

#### Revenue

Income comprises services rendered to the parent company.

#### 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.

#### Tax on profit/loss for the year

Tax for the year comprises current tax for the year and changes in deferred tax, including changes in tax rates. The tax expense relating to profit/loss for the year is recognized in the income statement at the amount attributable to the profit/loss for the year and directly in equity at the amount attributable to entries directly in equity.

### Balance sheet

#### 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.

#### Corporation tax and deferred tax

Current tax payable and receivables is recognized in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account.