

Global PEO Services Denmark ApS
c/o Ecovis Danmark, Nørregade 6B, 4100 Ringsted
Annual report for 2020

CVR no. 39 56 42 62

Adopted at the annual general meeting on 25 June 2021

chairman: Raghav Bhargava

Table of contents

	Page
Statements	
Statement by management on the annual report	1
Auditor's report on compilation of the financial statements	2
Management's review	
Company details	3
Management's review	4
Financial statements	
Income statement	5
1 January - 31 December	
Balance sheet 31 December	6
Statement of changes in equity	8
Notes to the annual report	9
Accounting policies	10

Statement by management on the annual report

The executive board has today discussed and approved the annual report of Global PEO Services Denmark ApS for the financial year 1 January - 31 December 2020.

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

In my opinion, the financial statements give a true and fair view of the company's 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 my opinion, management's review includes a fair review of the matters dealt with in the management's review.

Management recommends that the annual report should be approved by the company in general meeting.

Ringsted, 23 June 2021

Director

Raghav Bhargava
CEO

Auditor's report on compilation of the financial statements

To the shareholder of Global PEO Services Denmark ApS

We have compiled the financial statements of Global PEO Services Denmark ApS for the financial year 1 January - 31 December 2020 based on the company's bookkeeping records and other information made available by enterprise.

The financial statements comprises a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes.

We performed the engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our professional expertise to assist the enterprise in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We complied with the relevant provisions of the Danish Act on Approved Auditors and Audit Firms and FSR - Danish Auditors' Code of Ethics for Professional Accountants, including principles relating to integrity, objectivity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile the financial statements are the enterprise's responsibility.

As a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information provided by enterprise for our compilation of the financial statements. Accordingly, we do not express an audit or a review conclusion on whether the financial statements have been prepared in accordance with the Danish Financial Statements Act.

Ringsted, 25 June 2021

Ecovis Danmark
statsautoriseret revisionsinteressentskab
CVR no. 28 93 95 23

Kurt Bülow
state authorized public accountant
MNE no. mne3112

Company details

The company

Global PEO Services Denmark ApS
c/o Ecovis Danmark
Nørregade 6B
4100 Ringsted

CVR no.: 39 56 42 62

Reporting period: 1 January - 31 December 2020

Domicile: Ringsted

Director

Raghav Bhargava, CEO

Management's review

Business review

The Company's purpose is to conduct outsourcing business, employment and payroll services as well as any commercial, financial and other activity or business which, in the Management's discretion, in any way relates directly or indirectly to this purpose.

Income statement

1 January - 31 December

	Note	2020 DKK	2019 DKK
Revenue		2.932.158	2.343.272
Other external expenses		-64.686	-33.939
Gross profit		2.867.472	2.309.333
Staff costs	1	-2.792.532	-2.231.688
Profit/loss before amortisation/depreciation and impairment losses		74.940	77.645
Financial costs		-491	-146
Profit/loss before tax		74.449	77.499
Tax on profit/loss for the year		-17.203	-17.828
Profit/loss for the year		57.246	59.671
Retained earnings		57.246	59.671
		57.246	59.671

Balance sheet 31 December

	<u>Note</u>	<u>2020</u> DKK	<u>2019</u> DKK
Assets			
Affiliated companies		511.714	471.776
Other receivables		64.415	53.867
Prepayments		3.101	0
Receivables		<u>579.230</u>	<u>525.643</u>
Total current assets		<u>579.230</u>	<u>525.643</u>
Total assets		<u>579.230</u>	<u>525.643</u>

Balance sheet 31 December

	<u>Note</u>	<u>2020</u> DKK	<u>2019</u> DKK
Equity and liabilities			
Share capital		50.000	50.000
Retained earnings		129.927	72.681
Equity		179.927	122.681
Other payables		0	110.255
Total non-current liabilities		0	110.255
Corporation tax		17.203	17.828
Other payables		382.100	274.879
Total current liabilities		399.303	292.707
Total liabilities		399.303	402.962
Total equity and liabilities		579.230	525.643

Statement of changes in equity

	Share capital	Retained earnings	Total
Equity at 1 January 2020	50.000	72.681	122.681
Net profit/loss for the year	0	57.246	57.246
Equity at 31 December 2020	50.000	129.927	179.927

Notes

	<u>2020</u> DKK	<u>2019</u> DKK
1 Staff costs		
Wages and salaries	2.745.288	2.225.819
Pensions	39.671	0
Other social security costs	<u>7.573</u>	<u>5.869</u>
	<u>2.792.532</u>	<u>2.231.688</u>
Average number of employees	<u>3</u>	<u>2</u>

Accounting policies

The annual report of Global PEO Services Denmark ApS for 2020 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B, as well as provisions applying to reporting class C entities.

The accounting policies applied are consistent with those of last year.

The annual report for 2020 is presented in DKK

Basis of recognition and measurement

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, depreciation and impairment losses, are also recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits will flow 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 will flow from the company and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. On subsequent recognition, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated as the historic cost less any installments and plus/less the accumulated amortisation of the difference between the cost and the nominal amount.

On recognition and measurement, allowance is made for predictable losses and risks which occur before the annual report is presented and which confirm or invalidate matters existing at the balance sheet date.

Income statement

Revenue

Revenue is measured at the fair value of the agreed consideration, excluding VAT and other indirect taxes. Revenue is net of all types of discounts granted.

Other external expenses

Other external expenses include expenses related to distribution, sale, administration etc.

Accounting policies

Staff costs

Staff costs include wages and salaries, including compensated absence and pensions, as well as other social security contributions, etc. made to the entity's employees. The item is net of refunds made by public authorities.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts that relate to the financial year. Net financials include interest income and expenses, financial expenses relating to finance leases, realised and unrealised capital/exchange gains and losses on securities, liabilities and foreign currency transactions, amortisation of financial assets and liabilities and surcharges and allowances under the Danish Tax Prepayment Scheme, etc.

Tax on profit/loss for the year

Tax for the year, which comprises the current tax charge for the year and changes in the deferred tax charge, is recognised in the income statement as regards the portion that relates to the profit/loss for the year and directly in equity as regards the portion that relates to entries directly in equity.

Receivables

Receivables are measured at amortised cost.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable is impaired, an impairment loss for that individual asset is recognised.

Equity

Dividends

Proposed dividends are disclosed as a separate item under equity. Dividends are recognised as a liability when declared by the annual general meeting of shareholders.

Income tax and deferred tax

Current tax liabilities and current tax receivables are recognised in the balance sheet as the estimated tax on the taxable income for the year, adjusted for tax on the taxable income for previous years and tax paid on account.

Deferred tax is measured according to the liability method in respect of temporary differences between the carrying amount of assets and liabilities and their tax base, calculated on the basis of the planned use of the asset and settlement of the liability, respectively. Deferred tax is measured at net realisable value.

Accounting policies

Liabilities

Financial liabilities are recognised on the raising of the loan at the proceeds received net of transaction costs incurred. On subsequent recognition, the financial liabilities are measured at amortised cost, corresponding to the capitalised value, using the effective interest method. Accordingly, the difference between the net proceeds and the nominal value is recognised in the income statement over the term of the loan.

Mortgage debt is thus measured at amortised cost, which for cash loans corresponds to the outstanding debt. For bond loans, amortised cost corresponds to an outstanding debt calculated as the underlying cash value of the loan at the time of borrowing, adjusted by amortisation of the value adjustment of the loan at the time of borrowing.

Financial liabilities also include the capitalised residual finance lease commitment.

Other liabilities, which include trade payables, payables to group entities and other payables, are measured at amortised cost, which is usually equivalent to nominal value.