

Airpay Denmark Holding ApS

c/o Bech-Bruun, Langelinie Allé 35, 2100 Copenhagen

CVR no. 39 61 18 05

Annual report 2018

(As of the establishment of the Company 28 May - 31 December 2018)

Approved at the Company's annual general meeting on

Chairman:


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Statement by the Board of Directors and the Executive Board

Today, the Executive Board has discussed and approved the annual report of Airpay Denmark Holding ApS for the financial year as of the establishment of the Company 28 May - 31 December 2018.

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 financial position of the Company at 31 December 2018 and of the results of the Company's operations for the financial year as of the establishment of the Company 28 May - 31 December 2018.

Further, in my opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

I recommend that the annual report be approved at the annual general meeting.

Copenhagen, 7 June 2019
Executive Board:


Gao Guangxu
Chief Executive Officer

Independent auditor's report on the compilation of financial statements

To the general management of Airpay Denmark Holding ApS

We have compiled the financial statements of Airpay Denmark Holding ApS for the financial year as of the establishment of the Company 28 May - 31 December 2018 based on the Company's bookkeeping and other information provided.

The financial statements comprise an income statement, balance sheet, statement of changes in equity and notes, including accounting policies.

We performed this compilation engagement in accordance with ISRS 4410 *Compilation Engagements*.

We have applied our expertise in accounting and financial reporting 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 ethical requirements in the Danish act on approved auditors and audit firms and FSR - Danish Auditors' code of ethics, including principles of 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 your responsibility.

Since 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 to compile the financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether the financial statements are prepared in accordance with the Danish Financial Statements Act.

Copenhagen, 7 June 2019
ERNST & YOUNG
Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28



Thomas Hjortkær Petersen
State Authorised Public Accountant
mne33748



Management's review

Company details

Name	Airpay Denmark Holding ApS
Address, Postal code, City	c/o Bech-Bruun, Langelinie Allé 35, 2100 Copenhagen
CVR no.	39 61 18 05
Established	28 May 2018
Financial year	28 May - 31 December 2018
Executive Board	Gao Guangxu, Chief Executive Officer
Accountant	Ernst & Young Godkendt Revisionspartnerselskab Osvald Helmuths Vej 4, P.O. Box 250, 2000 Frederiksberg, Denmark

Management commentary

Business review

The Company's purpose is to hold shares in the subsidiary Airpay Denmark A/S.

Financial review

The income statement for 2018 shows a loss of DKK 849,088, and the balance sheet at 31 December 2018 shows a negative equity of DKK 799,088.

Management considers the Company's financial performance in the year as expected.

The Company has lost more than half of the share capital. Management expects the Company to reestablish the equity through capital increase.



Financial statements for the period 28 May - 31 December 2018

Income statement

Note	DKK	2018 7 months
	Gross loss	-26,770
	Income from investments in group enterprises	-822,528
	Financial income	210
	Profit/loss for the year	-849,088
	Recommended appropriation of profit/loss	
	Retained earnings/accumulated loss	-849,088
		-849,088



Financial statements for the period 28 May - 31 December 2018

Balance sheet

Note	DKK	<u>2018</u>
	ASSETS	
	Fixed assets	
3	Investments	
	Investments in group enterprises	<u>177,472</u>
		<u>177,472</u>
	Total fixed assets	<u>177,472</u>
	TOTAL ASSETS	<u><u>177,472</u></u>
	EQUITY AND LIABILITIES	
	Equity	
	Share capital	50,000
	Retained earnings	<u>-849,088</u>
	Total equity	<u>-799,088</u>
	Liabilities other than provisions	
	Non-current liabilities other than provisions	
	Payables to group entities	<u>950,460</u>
		<u>950,460</u>
	Current liabilities other than provisions	
	Trade payables	12,500
	Other payables	<u>13,600</u>
		<u>26,100</u>
	Total liabilities other than provisions	<u>976,560</u>
	TOTAL EQUITY AND LIABILITIES	<u><u>177,472</u></u>

- 1 Accounting policies
- 2 Staff costs
- 4 Contractual obligations and contingencies, etc.
- 5 Collateral



Financial statements for the period 28 May - 31 December 2018

Statement of changes in equity

DKK	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
Cash payments concerning formation of enterprise	50,000	0	50,000
Transfer through appropriation of loss	0	-849,088	-849,088
Equity at 31 December 2018	<u>50,000</u>	<u>-849,088</u>	<u>-799,088</u>

The Company has lost more than half of the share capital. Management expects the Company to reestablish the equity through capital increase.

Financial statements for the period 28 May - 31 December 2018

Notes to the financial statements

1 Accounting policies

The annual report of Airpay Denmark Holding ApS for 2018 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B entities and elective choice of certain provisions applying to reporting class C entities.

In accordance with section 110(1) of the Danish Financial Statements Act, the Company has not prepared consolidated financial statements.

Income statement

Gross loss

The items revenue and external expenses have been aggregated into one item in the income statement called gross loss in accordance with section 32 of the Danish Financial Statements Act.

Profit from investments in subsidiaries

A proportionate share of the underlying entities' profit/loss after tax is recognised in the income statement according to the equity method. Shares of profit/loss after tax in subsidiaries are presented as separate line items in the income statement. Full elimination of intra-group gains/losses is made for equity investments in subsidiaries.

Financial income

Financial income are recognised in the income statements at the amounts that concern the financial year. Net financials include interest income as well as allowances and surcharges under the advance-payment-of-tax scheme, etc.

Balance sheet

Investments in subsidiaries

Equity investments in subsidiaries and associates are measured according to the equity method.

On initial recognition, equity investments in subsidiaries are measured at cost.

Equity investments in subsidiaries measured at net asset value are subject to impairment test requirements if there is any indication of impairment.

Liabilities

Financial liabilities are recognised at the date of borrowing at the net proceeds received less transaction costs paid. On subsequent recognition, financial liabilities are measured at amortised cost.

Other liabilities are measured at net realisable value.



Financial statements for the period 28 May - 31 December 2018

Notes to the financial statements

2 Staff costs

The Company has no employees.

3 Investments

DKK	Investments in group enterprises
Cost at 28 May 2018	1,000,000
Cost at 31 December 2018	1,000,000
Value adjustments for the year	-822,528
Value adjustments at 31 December 2018	-822,528
Carrying amount at 31 December 2018	177,472

4 Contractual obligations and contingencies, etc.

Other contingent liabilities

As management company, the Company is jointly taxed with other Danish group entities and is jointly and severally with other jointly taxed group entities for payment of income taxes for income year 2018 onwards as well as withholding taxes on interest, royalties and dividends.

The Company has no other financial obligations 31 December 2018.

5 Collateral

The Company has not provided any security or other collateral in assets at 31 December 2018.