

Airpay Denmark Holding ApS

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

CVR no. 39 61 18 05

Annual report 2020

Approved at the Company's annual general meeting on 21 June 2021

Chair of the meeting:



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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 1 January - 31 December 2020.

The annual report, which has not been audited, has been prepared in accordance with the provisions of the Danish Financial Statements Act. The Executive Board has considered the criteria for omission of audit to be met.

In my opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2020 and of the results of the Company's operations for the financial year 1 January - 31 December 2020.

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

It is proposed to the annual general meeting that the financial statements for 2021 should not be audited.

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

Copenhagen, 21 June 2021
Executive Board:



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Gao Guangxu
Chief Executive Officer

The general meeting has decided that the financial statements for the coming financial year will not be audited.

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 1 January - 31 December 2020 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.

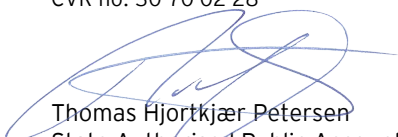
We performed this compilation engagement in accordance with ISRS 4410 *Compilation Engagements*.

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, 21 June 2021
EY Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28



Thomas Hjortkjaer 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 | 1 January - 31 December |
| Executive Board | Gao Guangxu, Chief Executive Officer |
| Accountant | EY Godkendt Revisionspartnerselskab Dirch Passers Allé 36, 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 2020 shows a loss of DKK 1,019,146 against a loss of DKK 381,699 last year, and the balance sheet at 31 December 2020 shows a negative equity of DKK 2,199,933.

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

The Company has a negative equity for the financial year 2020, which is largely due to a loan from management. Management has ensured that the loan is not expected to be paid back in a foreseeable future.

Events after the balance sheet date

No events materially affecting the Company's financial position have occurred subsequent to the financial year-end.



Financial statements 1 January - 31 December

Income statement

| Note | DKK | 2020 | 2019 |
|------|---|------------|----------|
| | Gross loss | -15,000 | -12,500 |
| | Income from investments in group enterprises | -1,004,146 | -369,199 |
| | Profit/loss before tax | -1,019,146 | -381,699 |
| | Tax for the year | 0 | 0 |
| | Profit/loss for the year | -1,019,146 | -381,699 |
| | Recommended appropriation of profit/loss | | |
| | Retained earnings/accumulated loss | -1,019,146 | -381,699 |
| | | -1,019,146 | -381,699 |

Financial statements 1 January - 31 December

Balance sheet

| Note | DKK | 2020 | 2019 |
|------|----------------------------------|---------|------|
| | ASSETS | | |
| | Fixed assets | | |
| 3 | Investments | | |
| | Investments in group enterprises | 804,127 | 0 |
| | | 804,127 | 0 |
| | Total fixed assets | 804,127 | 0 |
| | TOTAL ASSETS | 804,127 | 0 |

Balance sheet

| Note | DKK | 2020 | 2019 |
|------|--|------------|------------|
| | EQUITY AND LIABILITIES | | |
| | Equity | | |
| | Share capital | 50,000 | 50,000 |
| | Retained earnings | -2,249,933 | -1,230,787 |
| | Total equity | -2,199,933 | -1,180,787 |
| | Provisions | | |
| 3 | Provision, investments in group enterprises | 0 | 191,727 |
| | Total provisions | 0 | 191,727 |
| | Liabilities other than provisions | | |
| | Non-current liabilities other than provisions | | |
| | Payables to group entities | 950,460 | 950,460 |
| | Payables to shareholders and Management | 2,000,000 | 0 |
| | | 2,950,460 | 950,460 |
| | Current liabilities other than provisions | | |
| | Trade payables | 15,000 | 12,500 |
| | Payables to group enterprises | 38,600 | 26,100 |
| | | 53,600 | 38,600 |
| | | 3,004,060 | 989,060 |
| | TOTAL EQUITY AND LIABILITIES | 804,127 | 0 |

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

Financial statements 1 January - 31 December

Statement of changes in equity

| DKK | Share capital | Retained earnings | Total |
|--|---------------|-------------------|-------------------|
| Equity at 1 January 2019 | 50,000 | -849,088 | -799,088 |
| Transfer through appropriation of loss | 0 | -381,699 | -381,699 |
| Equity at 1 January 2020 | 50,000 | -1,230,787 | -1,180,787 |
| Transfer through appropriation of loss | 0 | -1,019,146 | -1,019,146 |
| Equity at 31 December 2020 | 50,000 | -2,249,933 | -2,199,933 |

The Company has a negative equity for the financial year 2020, which is largely due to a loan from management. Management has ensured that the loan is not expected to be paid back in a foreseeable future.

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies

The annual report of Airpay Denmark Holding ApS for 2020 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.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

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.

Administrative expenses

Administrative expenses include expenses incurred in the year for company management and administration, including expenses relating to administrative staff, Management, office premises and expenses as well as amortisation/depreciation of assets used for administrative purposes.

Profit/loss 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.

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 1 January - 31 December

Notes to the financial statements

2 Staff costs

The Company has no employees.

3 Investments

| DKK | <u>Investments in group enterprises</u> |
|--|---|
| Cost at 1 January 2020 | 1,000,000 |
| Additions | <u>2,000,000</u> |
| Cost at 31 December 2020 | <u>3,000,000</u> |
| Value adjustments at 1 January 2020 | -1,000,000 |
| Profit/loss for the year | -1,004,146 |
| Reversal of prior year impairment losses | <u>-191,727</u> |
| Value adjustments at 31 December 2020 | <u>-2,195,873</u> |
| Carrying amount at 31 December 2020 | <u><u>804,127</u></u> |

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 2020 onwards as well as withholding taxes on interest, royalties and dividends.

The Company has no other financial obligations 31 December 2020.

5 Collateral

The Company has not provided any security or other collateral in assets at 31 December 2020.