

Airpay Denmark Holding ApS


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

CVR no. 39 61 18 05

Annual report 2019

Approved at the Company's annual general meeting on 31 August 2020

Chairman:

DocuSigned by:

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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 2019.

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 2019 and of the results of the Company's operations for the financial year 1 January - 31 December 2019.

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, 31 August 2020
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 1 January - 31 December 2019 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.

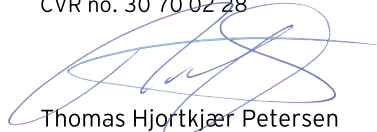
We performed this compilation engagement in accordance with ISRS 4410 *Compilation Engagements*.

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, 31 August 2020
EY 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	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 2019 shows a loss of DKK 381,699 against a loss of DKK 849,088 last year, and the balance sheet at 31 December 2019 shows a negative equity of DKK 1,180,787.

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

The Company has a negative equity at 31 December 2019. Management expects the Company to reestablish the equity through capital increase.

In order to ensure the Company's future operation, Management has received capital increase from the owners, which is in line with their further business plan. The owners have undertaken to send the necessary funds to continue operating as well as future operations. Management considers that it will ensure sufficient liquidity, and in doing so the company will be able to continue operating until 31 December 2020, therefore the financial statements have accordingly been prepared subject to the Company's continued operation.

Events after the balance sheet date

Management has received capital increase from the owners, which is in line with their further business plan. No further 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	2019 12 months	2018 7 months
	Gross loss	-12,500	-26,770
	Income from investments in group enterprises	-369,199	-822,528
	Financial income	0	210
	Profit/loss for the year	-381,699	-849,088
	Recommended appropriation of profit/loss		
	Retained earnings/accumulated loss	-381,699	-849,088
		-381,699	-849,088

Financial statements 1 January - 31 December

Balance sheet

Note	DKK	2019	2018
	ASSETS		
	Fixed assets		
3	Investments		
	Investments in group enterprises	0	177,472
		0	177,472
	Total fixed assets	0	177,472
	TOTAL ASSETS	0	177,472

Balance sheet

Note	DKK	2019	2018
	EQUITY AND LIABILITIES		
	Equity		
	Share capital	50,000	50,000
	Retained earnings	-1,230,787	-849,088
	Total equity	-1,180,787	-799,088
	Provisions		
3	Provision, investments in group enterprises	191,727	0
	Total provisions	191,727	0
	Liabilities other than provisions		
	Non-current liabilities other than provisions		
	Payables to group entities	950,460	950,460
		950,460	950,460
	Current liabilities other than provisions		
	Trade payables	12,500	12,500
	Payables to group enterprises	26,100	0
	Other payables	0	13,600
		38,600	26,100
	Total liabilities other than provisions	989,060	976,560
	TOTAL EQUITY AND LIABILITIES	0	177,472

- 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 31 December 2019	50,000	-1,230,787	-1,180,787

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

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies

The annual report of Airpay Denmark Holding ApS for 2019 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.

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.

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 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 2019	<u>1,000,000</u>
Cost at 31 December 2019	<u>1,000,000</u>
Value adjustments at 1 January 2019	-822,528
Value adjustments for the year	<u>-177,472</u>
Value adjustments at 31 December 2019	<u>-1,000,000</u>
Carrying amount at 31 December 2019	<u><u>0</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 2019 onwards as well as withholding taxes on interest, royalties and dividends.

The Company has no other financial obligations 31 December 2019.

5 Collateral

The Company has not provided any security or other collateral in assets at 31 December 2019.