

Tenable Network Security Denmark ApS

CVR no. 39768828

**H.C. Andersens Boulevard 38, 3. th
1553 København V
Danmark**

**Annual report
for the period ended 31st December 2021**

**Adopted at the Company's Annual General Meeting
on 10 July 2022**

Chairman Rikke Louise Steenberg

Tenable Network Security Denmark ApS
CVR no. 39768828
Annual report 2021

Contents	Page
Company details	3
Statement by the Management on the annual report	4
The Independent auditors Report	5
Management's review	7
Financial statements:	
Accounting policies	8-9
Income statement	10
Balance sheet	11
Notes to the financial statements	12-13

Tenable Network Security Denmark ApS

CVR no. 39768828

Annual report 2021

Company details

Company:	Tenable Network Security Denmark ApS
CVR no:	39768828
Registered address:	c/o TMF Denmark A/S H.C. Andersens Boulevard 38, 3. th 1553 København V Danmark
Website:	www.tenable.com
Financial year:	3rd financial year
Director:	Gal Nir 18930 Knoll landing Fort Myers, FL 33908 USA
Auditor:	BDO Statsautoriseret Revisionsaktieselskab Havneholmen 29 1561 Københav V

Tenable Network Security Denmark ApS

CVR no. 39768828

Annual report 2021

Statement by the Management on the annual report

The Director has today approved the annual report of Tenable Network Security Denmark ApS for the financial period 1 January 2021 - 31 December 2021.

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

It is our opinion that the financial statements give a true and fair view of the Company's financial position at 31 December 2021 and of the results of the Company's operations for the financial period 1 January 2021 – 31 December 2021.

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

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

Copenhagen, 10 July 2022

Director:

Gal Nir

The Independent auditors Report

To the Shareholders of Tenable Network Security Denmark ApS

Opinion

We have audited the Financial Statements of Tenable Network Security Denmark ApS for the financial year 1 January 2021 - 31 December 2021, which comprise income statement, balance sheet, notes and a summary of significant accounting policies. The Financial Statements are prepared under the Danish Financial Statements Act.

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2021, and of the results of the Company operations for the financial year 1 January 2021 - 31 December 2021 in accordance with the Danish Financial Statements Act.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the 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 our report. We are independent of the Company in accordance with the International Ethics Standards Board for 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 Danish 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 Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the Financial Statements unless Management either intends to liquidate the Company 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 Denmark, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- 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 Company'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 Company'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 Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and contents of the Financial Statements, including the disclosures, 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.

Tenable Network Security Denmark ApS

CVR no. 39768828

Annual report 2021

The Independent auditors Report

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the Financial Statements does not cover Management's Review, 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 Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the Financial Statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that Management's Review is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement of Management's Review.

Copenhagen, 10 July 2022

BDO Statsautoriseret revisionsaktieselskab
CVR no. 20 22 26 70

Iben Larsen
State Authorised Public Accountant
MNE no. 34474

Management's review

Principal Activities of the Company

The object of the company is sales, promotion and marketing of cybersecurity, vulnerability management and network scanning software products and associated services, including professional services as well as related business activities. The principle activities of the Company are providing sales and pre-sales support services for Tenable, Inc. and Tenable Network Security Ireland Limited.

Development in the Company's activities and financial matters

The company's key financial indicators by the end of the year 2021 were as follows:

- Gross profit	DKK 6,107,266
- Retained earnings	DKK 523,753
- Balance	DKK 2,627,737
- Equity	DKK 573,753

The result for the financial year is considered satisfactory. The company has continued to invest across all functions within the organization in order to support the growing demand of the principle activities of Tenable, Inc., and Tenable Network Security Ireland Limited.

Significant events after the balance sheet date

No significant events have occurred after the balance sheet date which would influence the evaluation of the Company's financial position as at the balance sheet date.

Accounting policies

The annual report has been prepared in accordance with Danish financial statements legislation as well as generally accepted accounting principles.

The annual report has been prepared in accordance with the reporting requirements of the Danish Financial Statements Act of class B entities.

Recognition and Measurement

The financial statements have been prepared based on historical cost.

The income is recognised in the income statement as earned. Further to this, value adjustments of financial assets and liabilities measured at fair value or amortised costs are recognised. Furthermore, all costs incurred to earn the profit or loss for year have been recognised in the income statement, including amortisation, depreciation, write-down and provisions as well as reversals as a consequence of changed accounting estimates of amounts previously recognised in the income statement.

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

On initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described below for each financial statement item.

Certain financial assets and liabilities are measured at amortised cost, by which a constant redemption yield is recognised over the term. Amortised cost is calculated as original cost less instalments and addition/deduction of the accumulated amortisation of the difference between cost and the nominal amount. Thereby, capital and exchange losses or gains are allocated over the term.

On recognition and measurement, anticipated losses and risks that appear before presentation of the annual report and which confirm or invalidate affairs or conditions existing at the balance sheet date are considered.

The functional currency is Danish kroner, DKK. All other currencies are considered foreign currencies.

Foreign Currency Translations

During the year, transactions in foreign currencies have been translated applying the exchange rate at the transaction date. If currency positions are considered hedge of future cash flows, the value adjustments are recognised directly in equity.

Receivables and debt denominated in foreign currencies have been recognised at the exchange rate of the balance sheet date.

Realised and unrealised exchange gains and losses have been recognised in the income statement under other financial income and expenses.

Income Statement

Gross profit/loss

The Company has aggregated the items "revenue", "other operating income" as well as external expenses.

As income recognition criterion, the completed contract method is applied so that revenue comprises invoiced revenue for the year. Revenue is measured at fair value excl. VAT and less granted goods and customer discounts.

External expenses

External expenses comprise selling costs, facility costs and administrative expenses.

Other financial income and other financial expenses

Financial income and expenses comprise interest, realised and unrealised exchange gains and losses as well as interest surcharge and interest reimbursements under the Danish Tax Prepayment Scheme.

Accounting policies

Tax on profit or loss for the year income taxes

Tax on profit or loss for the year represents 22% of the book profit or loss adjusted for non-taxable and non deductible items.

Tax on profit or loss for the year consists of the anticipated tax portion of the taxable income for the year adjusted for the changes for the year in deferred tax.

The Company is subject to the Danish Tax Prepayment Scheme. Interest reimbursement and interest surcharge have been recognised in financial income and expenses.

Balance Sheet

The balance sheet has been presented in account form.

Assets

Equipment

Equipment are measured at cost less accumulate amortisation and depreciation. The basis of amortisation and depreciation is cost less estimated residual value after the end of useful life.

Cost comprises the acquisition price as well as costs directly related to the acquisition until the time when the asset is ready to be put into operation.

Depreciation is initiated when the assets are ready to be taken into operation. Assets are depreciated on a straight-line basis over their estimated useful lives.

Profit/loss on sale or retirement has been included in the income statement under other operating income and other operating expenses.

Impairment of equipment

The carrying amount of equipment is reviewed annually for indication of impairment for loss, apart from what is expressed by usual amortisation and depreciation. If this applies, impairment for loss is made of each asset or group of assets, respectively, to lower recoverable amount.

As recoverable amount, the higher of expected net selling price and net present value is applied. The net present value is calculated as the present value of the anticipated cash flows from the use of the asset or the group of assets.

Impairment for loss for the year is recognised in the income statement as amortisation, depreciation and impairment for loss equipment and intangible assets.

Receivables

Receivables are measured at amortised cost which usually corresponds to nominal value. The value is reduced by write-down for bad debt according to an individual assessment.

Prepayments

Prepayments comprise costs incurred relating to subsequent financial years.

Provision for deferred tax

Deferred tax is measured according to the liability method. Provision has been made for deferred tax by 22% on all temporary differences between carrying amount and tax-based value of assets and liabilities.

The tax-based values of tax losses carried forward are included in the statement of deferred tax if it is probable that the losses can be utilised.

Deferred tax assets which are not expected utilised within a few years have been disclosed in notes under contingent assets.

Other liabilities other than provisions

Other liabilities other than provisions have been measured at amortised cost which corresponds to nominal value.

Tenable Network Security Denmark ApS
CVR no. 39768828
Annual report 2021

Income statement

		Period ended 12/31/2021	Period ended 12/31/2020
	Notes	DKK	DKK
Gross profit		6,107,266	8,030,278
Depreciation, amortisation and impairment losses		(5,420)	(5,380)
Staff costs	1	(5,729,989)	(7,627,680)
Operating profit/loss		371,857	397,218
Other financial expenses	2	(307,331)	(19,907)
Profit/loss before tax		64,526	377,311
Tax on profit/loss for the year	3	(94,795)	(246,832)
Profit/loss for the year		<u>(30,269)</u>	<u>130,479</u>
Proposed profit/loss distribution			
Retained earnings		(30,269)	130,479
Profit/loss for the year		<u>(30,269)</u>	<u>130,479</u>

Tenable Network Security Denmark ApS
CVR no. 39768828
Annual report 2021

Balance sheet

		As at	As at
		12/31/2021	12/31/2020
		DKK	DKK
Assets	Notes		
Non-current assets			
Fixture and fittings, tools and equipment	4	0	5,420
Deferred tax assets		0	827
Total non-current assets		0	6,247
Current assets			
Receivables from group enterprises	5	1,042,872	2,618,506
Other receivables		61,599	189,752
		1,104,471	2,808,258
Cash		1,523,266	455,265
Total current assets		2,627,737	3,263,523
Total Assets		2,627,737	3,269,770
Equity and liabilities			
Equity	6		
Share capital		50,000	50,000
Retained earnings		523,753	382,773
Total equity		573,753	432,773
Liabilities			
Non-current liabilities			
Holiday accrual		0	832,384
Total non-current liabilities		0	832,384
Current liabilities			
Trade payables		194,384	101,938
Payables to group enterprises		66,687	0
Income tax payable		0	247,360
Other payables	7	1,792,913	1,655,314
Total current liabilities		2,053,984	2,004,612
Total liabilities		2,053,984	2,836,996
Total Equity and Liabilities		2,627,737	3,269,770

Notes:

- 8 - Contingent liabilities
- 9 - Contractual obligations
- 10 - Ownership

Tenable Network Security Denmark ApS
CVR no. 39768828
Annual report 2021

Notes to the financial statements

1 Staff costs

	2021 DKK	2020 DKK
Gross salaries	(2,636,461)	(2,940,646)
Holiday accrual	(658,374)	(629,894)
Pension contribution	(301,686)	(463,314)
Employee benefits	(22,721)	(2,900)
Statutory pension and social contributions	313,203	(0)
Bonus	(1,881,906)	(2,760,343)
Car allowance	(182,408)	(242,065)
RSU plan	(359,636)	(588,517)
	(5,729,989)	(7,627,680)

The average number of employees	2	3
--	----------	----------

2 Other financial expenses

	2021 DKK	2020 DKK
Non-deductable interest	0	(11,492)
Interest on Intercompany balances	(295,766)	0
Interest expense	(11,565)	(8,415)
	(307,331)	(19,907)

3 Corporation tax and deferred tax

	2021 DKK	2020 DKK
Corporate tax liability	(94,795)	(246,832)
Deferred tax adjustment	0	(827)
	(94,795)	(247,659)

4 Fixture and fittings, tools and equipment

	12/31/2021 DKK	12/31/2020 DKK
Equipment and computer hardware - cost price	(16,315)	(16,315)
Depreciation	16,315	10,895
	0	(5,420)

5 Receivables from group enterprises

	12/31/2021 DKK	12/31/2020 DKK
Receivables from related parties	1,042,872	2,618,506
	1,042,872	2,618,506

Tenable Network Security Denmark ApS
CVR no. 39768828
Annual report 2021

Notes to the financial statements

6 Equity

	12/31/2021 DKK	12/31/2020 DKK
Share capital at 31st December 2021	50,000	50,000
Retained earnings at 1st January 2021	382,772	252,294
Transfer from profit/loss for the year	(30,269)	130,479
Stock Compensation	171,250	-
Retained earnings at 31st December 2021	523,753	382,773
Equity at 31st December 2021	573,753	432,773

The share capital consist of 100 shares, each of DKK 500.00. The shares have not been divided into classes.

7 Other payables

	12/31/2021 DKK	12/31/2020 DKK
Salaries payable	(58,556)	(2,556)
Payroll related taxes and contributions	(132,331)	(886,448)
Holiday accrual	(1,271,580)	(296,938)
Holiday accrual - non current	0	(832,384)
Accrued Commision	(330,446)	(469,372)
	(1,792,913)	(2,487,698)

8 Contingent liabilities

The Company has no contingent liabilities

9 Contractual obligations

The Company has engaged in contractual obligations with;
1. Tenable Network Security Ireland Ltd. - "Limited Risk Subsidiary Service Agreement"
2. Tenable Inc., Delaware - "Intercompany Service Agreement"

10 Ownership

The following shareholders are subject to section 55 of Danish Public Companies Act:

Tenable Network Security Ireland Limited
81b Campshires
Sir John Rogersons Quay
Dublin 2, Ireland

* * *