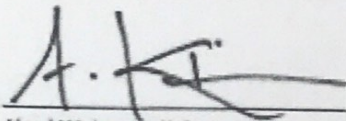


**PIBoCo ApS**  
Kompagnistræde 16, 3  
1208 Copenhagen

CVR no. 39818566

Annual report 2018/2019

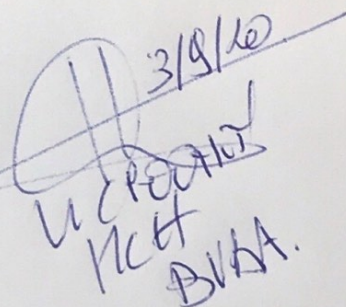
The annual report was presented and adopted at the company's annual general meeting 3. September 2020



Aksel Wajnman Kjøle  
Chairman of the general assembly



Kompagnistræde 16, DK-1208 Copenhagen, Denmark  
+45 34 10 22 20 info@piboco.com

  
3/9/20  
L. E. P. O. A. H. O. Z.  
M. C. H.  
B. V. A. A.

## Table of contents

---

Company information	2
Statement by management on the annual report	3
Independent auditor's report	4
Management's review	6
Income statement	7
Assets	8
Liabilities and equity	9
Notes	10
Accounting policies	11

PiBoCo ApS

## Selskabsoplysninger

---

### Company information

PiBoCo ApS  
Kompagnistræde 16, 3  
1208 Copenhagen

CVR no.

39818566

Reporting period

29. August 2018 - 31. December 2019

### Board of Directors

Aksel Wajnman Kpøie  
Michel Croonen

### Executive Board

Aksel Wajnman Kpøie

### Auditor

Dansk Revision København A/S  
Godkendt Revisionsaktieselskab  
Skindergade 38  
1159 Copenhagen

## Statement by management on the annual report

---

The Board of Directors and the Executive Board today considered and approved the annual report of PIBoCo ApS for the period 29. August 2018 - 31. December 2019. The annual report was prepared in accordance with the Danish Financial Statements Act.

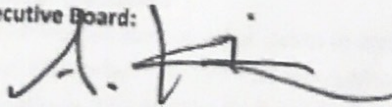
In our opinion, the financial statements give a true and fair view of the company's financial position as at 31. December 2019, and of its financial performance for the financial year 29. August 2018 - 31. December 2019.

In our opinion, the management's review gives a true and fair view of the matters dealt with in the review.

We recommend that the annual report be adopted by the annual general meeting.

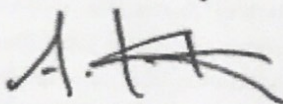
Copenhagen, 3. September 2020

Executive Board:

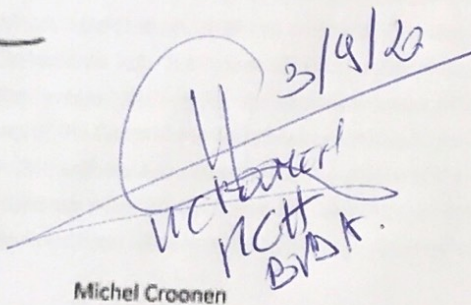


Aksel Wajnman Køie

Board of Directors:



Aksel Wajnman Køie



3/9/20  
MICHEL CROONEN  
BISK.

Michel Croonen



Københavnstræde 16, DK-1208 København, Denmark  
45 34 10 20 info@piboco.com

## The independent auditor's extended review report

To the Shareholders of PiBoCo ApS

### **Conclusion**

We have performed an extended review of the financial statements of PiBoCo ApS for the financial year 29. August 2018 - 31. December 2019, which comprise income statement, balance sheet and notes, including a summary of significant accounting policies. The financial statements are prepared under the Danish Financial Statements Act.

Based on the work performed, in our opinion, the financial statements give a true and fair view of the Company's financial position at 31. December 2019 and of the results of the Company's operations and cash flows for the financial year 29. August 2018 - 31. December 2019 in accordance with the Danish Financial Statements Act.

### **Basis for conclusion**

We conducted our extended review in accordance with the Danish Business Authority's Assurance Standard for Small Enterprises and FSR – Danish Auditors' standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review 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 rules and requirements. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

### **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.

## The independent auditor's extended review report

---

### Auditor's responsibilities for the extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures in order to obtain limited assurance for our conclusion on the financial statements and in addition perform specifically required supplementary procedures to obtain further assurance for our conclusion.

An extended review comprises procedures that primarily consist of making inquiries of Management and others within the Company, as appropriate, analytical procedures and the specifically required supplementary procedures as well as evaluation of the evidence obtained.

The procedures performed in an extended review are less than those performed in an audit, and accordingly, we do not express an audit opinion on the financial statements.

### Statement on Management's Review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the Management's review, and we do not express any form of assurance conclusion thereon.

In connection with our extended review of the financial statements, our responsibility is to read the Management's review and, in doing so, consider whether the Management's review is materially inconsistent with the financial statements or our knowledge obtained during the extended review, or otherwise appears to be materially misstated.

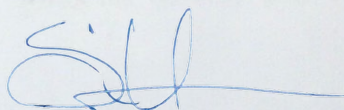
Moreover, it is our responsibility to consider whether Management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the 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, 3. September 2020

### Dansk Revision København A/S

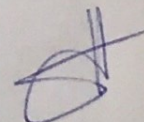
Godkendt Revisionsaktieselskab, CVR-nr. 32671608



Simon Høgenhav

State Authorized Public Accountant

mne33745



## Management's review

---

### Principal activities

The company's purpose is to publish books and to offer a digital platform for books.

### Development in activities and financial affairs

No isolated events during the financial year are material enough to require disclosure in the management's review.

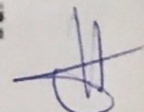
### Events after the end of the financial year

No events have occurred after the end of the financial year, which would materially affect the company's conditions.

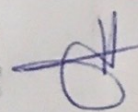
Note	Income statement	2018/19 DKK
	The period 29. August - 31. December	
	Gross profit	<u>-117.297</u>
	Income or loss before net financials	<u>-117.297</u>
1	Financial expenses	<u>-149.287</u>
	Profit before tax	<u>-266.584</u>
	Tax on the income or loss for the year	<u>58.191</u>
	Net income or loss for the year	<u>-208.393</u>
	Proposal for distribution of net income:	
	Reserve for development cost	3.916.795
	Retained earnings	<u>-4.125.188</u>
	Total distribution of net income	<u>-208.393</u>



Note	Assets	2018/19 DKK
	<b>Assets as at 31. December</b>	
2	Development projects in progress	<u>5.021.533</u>
	Intangible assets	<u>5.021.533</u>
	<b>Total non-current assets</b>	<u>5.021.533</u>
	Receivables from group enterprises	40.000
	Deferred tax assets	58.191
	Other receivables	<u>1.472.952</u>
	<b>Receivables</b>	<u>1.571.143</u>
	Cash	<u>11.980</u>
	<b>Total current assets</b>	<u>1.583.123</u>
	<b>Total assets</b>	<u>6.604.456</u>



	2018/19
Note	DKK
<b>Liabilities and equity</b>	
<b>Liabilities and equity as at 31. December</b>	
	66.665
Share capital	3.916.795
Reserve for development cost	-4.125.188
Retained earnings	<u>-141.728</u>
3 <b>Total equity</b>	<u>-141.728</u>
	<u>5.077.425</u>
Subordinated loans	<u>5.077.425</u>
<b>Non-current payables</b>	<u>5.077.425</u>
	64.703
Accounts payable	1.604.256
Payable to group enterprises	<u>1.668.959</u>
<b>Current payables</b>	<u>1.668.959</u>
	<u>6.746.384</u>
Total payables	<u>6.746.384</u>
	<u>6.604.656</u>
<b>Total liabilities and equity</b>	<u>6.604.656</u>
4	Contingent assets, liabilities and other financial obligations



## Notes

**1 Financial expenses**

Interest, group enterprises	52.500
Other financial expenses	96.787
<b>Financial expenses in total</b>	<b>149.287</b>

**2 Development projects**

Capitalised development projects consists of development of a digital platform for animated books for kids. Management expects the income potential of the project to greatly succeed the investment.

**3 Equity**

	Share capital	Reserve for development cost	Retained result	In total
	1.000 DKK	1.000 DKK	1.000 DKK	1.000 DKK
Opening balance	67	0	0	67
Reserve for development of the year	0	3.917	0	3.917
The result of the year	0	0	-4.125	-4.125
<b>Equity ultimo</b>	<b>67</b>	<b>3.917</b>	<b>-4.125</b>	<b>-142</b>

**4 Contingent assets, liabilities and other financial obligations**

The company is jointly and severally liable with the mother company K&ie Productions ApS for Danish corporation tax, tax on dividends and royalties within the joint taxation.

The company has no other contingent liabilities.

The company has no financial obligations.

## Accounting policies

---

### General

The annual report was prepared in accordance with the provisions of the Danish Financial Statements Act for reporting class B.

Since it is the company's first financial year, there are no comparative figures.

### Foreign currency translation

During the year, foreign currency transactions are translated at the exchange rates prevailing on the transaction date. Foreign currency receivables, payables and other items that have not been settled on the balance sheet date are translated at the exchange rates prevailing on the balance sheet date.

Realised and unrealised foreign currency translation adjustments are recognised in the income statement under net financials.

Financial instruments are not used to hedge the value expressed in Danish currency of balance sheet items in foreign currencies and future foreign currency transactions.

## Accounting policies

---

### Income statement

#### Gross profit

Revenue less expenses for raw materials and consumables and other external expenses are aggregated in the item 'Gross profit'

#### Financial income and expenses

Net financials include interest income and expenses, financial expenses relating to finance leases, realised and unrealised capital gains and losses from foreign currency securities, payables and transactions, amortisation of mortgage loans and surcharges and allowances under the tax prepayment scheme etc.

#### Tax on net income or loss for the year

Tax for the year, comprising current tax for the year and changes in deferred tax for the year, is recognised in the income statement as the share attributable to net income or loss for the year, and directly in equity as the share attributable to entries directly to equity.

### Balance sheet

#### Intangible assets

Intangible assets are measured at cost less accumulated amortisation. Intangible assets are amortised on a straight-line basis over the estimated useful lives of the assets.

Estimated useful lives are included as follows:

Development projects	7 years
----------------------	---------

Development projects include expenses, including wages and salaries and amortisation directly or indirectly attributable to the company's development activities and meeting the criteria for recognition. Development costs are measured at cost. Capitalised development costs are amortised on a straight-line basis after the completion of the development work over the useful lives of the assets.

Amortisation of development costs is based on the estimated useful lives of the assets and contractual periods of rights. Development costs that do not meet the criteria for recognition in the balance sheet are recognised in the income statement.

#### Receivables

Receivables are measured in the balance sheet at amortised cost, usually equivalent to nominal value. The value is reduced by write-downs for expected losses following an assessment of each receivable.

#### Cash

Includes cash and easily realisable securities which are subject to insignificant risk of changes in value.

#### Payables

Payables are measured at cost, equivalent to nominal value.

## Accounting policies

---

### **Tax payable and deferred tax**

Current tax liabilities and tax receivable are measured in the balance sheet as tax calculated on the taxable income for the year, adjusted for tax on taxable for previous years and tax prepaid.

Deferred tax on temporary differences between the tax base of assets and liabilities and their carrying amounts is measured under the balance sheet liability method. Deferred tax is measured on the basis of the tax regulations and rates that, according to the rules in force at the balance sheet date, will apply at the time the deferred tax is expected to materialise as current tax. Changes in deferred tax as a result of changes in tax rates are recognised in the income statement.

Deferred tax assets, including the tax base of tax loss carry-forwards, is measured at the value at which the asset is expected to be realisable, either by elimination in tax on future positive taxable income or by set-off against deferred tax liabilities within the same legal tax entity. Any deferred net tax assets are measured at net realisable value.

