



## **Crey A/S**

Christian IX's Gade 10, 2.  
1111 København K  
CVR No. 40112987

## **Annual report 2020**

The Annual General Meeting adopted the  
annual report on 17.06.2021

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**Amer Ramzan**

Chairman of the General Meeting

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# Entity details

## Entity

Crey A/S

Christian IX's Gade 10, 2.

1111 København K

CVR No.: 40112987

Registered office: Copenhagen

Financial year: 01.01.2020 - 31.12.2020

## Board of Directors

Amer Ramzan, Chairman

Mathias Gredal Nørvig

Janos Flösser

## Executive Board

Mariana Chucri, CFO

Janos Flösser

## Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

P. O. Box 1600

0900 Copenhagen C

# Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of Crey A/S for the financial year 01.01.2020 - 31.12.2020.

The annual report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for adoption at the Annual General Meeting.

Copenhagen, 17.06.2021

## Executive Board

**Mariana Chucuri**  
CFO

**Janos Flösser**

## Board of Directors

**Amer Ramzan**  
Chairman

**Mathias Gredal Nørvig**

**Janos Flösser**

# Independent auditor's report

## To the shareholders of Crey A/S

### Opinion

We have audited the financial statements of Crey A/S for the financial year 01.01.2020 - 31.12.2020, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020 in accordance with the Danish Financial Statements Act.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and 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 this auditor's report. We are independent of the Entity in accordance with the International Ethics Standards Board of 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 Entity's ability to continue as a going concern, for disclosing, as applicable, matters related to going concern, and for using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Entity 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 judgement and maintain professional scepticism 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 Entity'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 Entity'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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures in the notes, 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.

#### **Statement on the management commentary**

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, 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 the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary 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 the management commentary.

Copenhagen, 17.06.2021

**Deloitte**

Statsautoriseret Revisionspartnerselskab  
CVR No. 33963556

**Claus Jorch Andersen**

State Authorised Public Accountant  
Identification No (MNE) mne33712

**Henrik Wolff Mikkelsen**

State Authorised Public Accountant  
Identification No (MNE) mne33747

# Management commentary

## Primary activities

The company's primary activity is to develop and market an online platform that allows users to express their creativity, share their creations and interact with the Community.

## Development in activities and finances

Loss for the year amounts to DKK 2,396,412 which was expected by management.

2020 was an important year for Crey A/S with further development of its platform within the gaming space. The company's overall performance for the year is satisfactory and in line with plans and expectations.

## Outlook

In 2021, CREY will continue development of the platform and expanding its reach.

## Events after the balance sheet date

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.



# Income statement for 2020

	Notes	2020 DKK	2018/19 DKK
<b>Gross profit/loss</b>		<b>(2,926,314)</b>	<b>(1,177,812)</b>
Depreciation, amortisation and impairment losses	1	(1,444,023)	0
<b>Operating profit/loss</b>		<b>(4,370,337)</b>	<b>(1,177,812)</b>
Other financial income	2	336,977	0
Other financial expenses		(423)	(6,193)
<b>Profit/loss before tax</b>		<b>(4,033,783)</b>	<b>(1,184,005)</b>
Tax on profit/loss for the year		1,637,371	0
<b>Profit/loss for the year</b>		<b>(2,396,412)</b>	<b>(1,184,005)</b>
<b>Proposed distribution of profit and loss</b>			
Retained earnings		(2,396,412)	(1,184,005)
<b>Proposed distribution of profit and loss</b>		<b>(2,396,412)</b>	<b>(1,184,005)</b>

# Balance sheet at 31.12.2020

## Assets

	Notes	2020 DKK	2018/19 DKK
Completed development projects	4	12,122,963	0
Development projects in progress	4	0	6,474,694
<b>Intangible assets</b>	3	<b>12,122,963</b>	<b>6,474,694</b>
Investments in group enterprises		4,444,824	4,444,824
<b>Other financial assets</b>	5	<b>4,444,824</b>	<b>4,444,824</b>
<b>Fixed assets</b>		<b>16,567,787</b>	<b>10,919,518</b>
Receivables from group enterprises		22,816,743	8,531,226
Other receivables		15,173	7,320
Income tax receivable		1,790,943	1,424,433
Prepayments		121,574	78,314
<b>Receivables</b>		<b>24,744,433</b>	<b>10,041,293</b>
<b>Cash</b>		<b>970,787</b>	<b>1,198,056</b>
<b>Current assets</b>		<b>25,715,220</b>	<b>11,239,349</b>
<b>Assets</b>		<b>42,283,007</b>	<b>22,158,867</b>

**Equity and liabilities**

	<b>Notes</b>	<b>2020 DKK</b>	<b>2018/19 DKK</b>
Contributed capital		400,000	400,000
Reserve for development expenditure		9,471,739	5,452,844
Retained earnings		(9,057,332)	(2,642,025)
<b>Equity</b>		<b>814,407</b>	<b>3,210,819</b>
Deferred tax		1,578,005	1,424,433
<b>Provisions</b>		<b>1,578,005</b>	<b>1,424,433</b>
Payables to group enterprises		39,700,092	16,907,500
<b>Non-current liabilities other than provisions</b>	<b>6</b>	<b>39,700,092</b>	<b>16,907,500</b>
Trade payables		190,503	616,115
<b>Current liabilities other than provisions</b>		<b>190,503</b>	<b>616,115</b>
<b>Liabilities other than provisions</b>		<b>39,890,595</b>	<b>17,523,615</b>
<b>Equity and liabilities</b>		<b>42,283,007</b>	<b>22,158,867</b>
Contingent liabilities	7		

# Statement of changes in equity for 2020

	Contributed capital DKK	Reserve for development expenditure DKK	Retained earnings DKK	Total DKK
Equity beginning of year	400,000	5,452,844	(2,642,025)	3,210,819
Transfer to reserves	0	4,018,895	(4,018,895)	0
Profit/loss for the year	0	0	(2,396,412)	(2,396,412)
<b>Equity end of year</b>	<b>400,000</b>	<b>9,471,739</b>	<b>(9,057,332)</b>	<b>814,407</b>

# Notes

## 1 Depreciation, amortisation and impairment losses

	2020 DKK	2018/19 DKK
Amortisation of intangible assets	1,444,023	0
	<b>1,444,023</b>	<b>0</b>

## 2 Other financial income

	2020 DKK	2018/19 DKK
Financial income from group enterprises	336,977	0
	<b>336,977</b>	<b>0</b>

## 3 Intangible assets

	Completed development projects DKK	Development projects in progress DKK
Cost beginning of year	0	6,474,694
Transfers	6,474,694	(6,474,694)
Additions	7,092,292	0
<b>Cost end of year</b>	<b>13,566,986</b>	<b>0</b>
Amortisation for the year	(1,444,023)	0
<b>Amortisation and impairment losses end of year</b>	<b>(1,444,023)</b>	<b>0</b>
<b>Carrying amount end of year</b>	<b>12,122,963</b>	<b>0</b>

## 4 Development projects

Crey develop its own technology for a social network platform which allows users to build, create and play games together.

## 5 Financial assets

	Investments in group enterprises DKK
Cost beginning of year	4,444,824
<b>Cost end of year</b>	<b>4,444,824</b>
<b>Carrying amount end of year</b>	<b>4,444,824</b>

<b>Investments in subsidiaries</b>	<b>Registered in</b>	<b>Corporate form</b>	<b>Equity interest %</b>
Crey Games ApS	Denmark	ApS	100
Bit-Globe ApS	Denmark	ApS	100
Bit-Globe Hungary Kft.	Hungary	Kft.	100

## 6 Non-current liabilities other than provisions

	<b>Due after more than 12 months</b>
	<b>2020</b>
	<b>DKK</b>
Payables to group enterprises	39,700,092
	<b>39,700,092</b>

## 7 Contingent liabilities

The Entity participates in a Danish joint taxation arrangement where Crey Holding ApS serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc for the jointly taxed entities, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed entities. The jointly taxed entities' total known net liability under the joint taxation arrangement is disclosed in the administration company's financial statements.

# Accounting policies

## Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

The accounting policies applied to these financial statements are the following.

## Consolidated financial statements

Referring to section 110 of the Danish Financial Statements Act, no consolidated financial statements have been prepared.

## Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

## Income statement

### Gross profit or loss

Gross profit or loss comprises external expenses.

### Revenue

Revenue from the sale of services is recognised in the income statement when delivery is made to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

### Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

### Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to intangible assets comprise depreciation,

amortisation and impairment losses for the financial year, and gains and losses from the sale of intangible assets.

**Other financial income**

Other financial income comprises including interest income on receivables from group enterprises, net capital or exchange gains on securities, payables and transactions in foreign currencies, amortisation of financial assets, and tax relief under the Danish Tax Prepayment Scheme etc.

**Other financial expenses**

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities, and tax surcharge under the Danish Tax Prepayment Scheme etc.

**Tax on profit/loss for the year**

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

The Entity is jointly taxed with all Danish group enterprises. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

**Balance sheet****Intellectual property rights etc**

Development projects in progress with related intellectual property rights, acquired intellectual property rights and prepayments for intangible assets.

Development projects on clearly defined and identifiable products and processes, for which the technical rate of utilisation, adequate resources and a potential future market or development opportunity in the enterprise can be established, and where the intention is to manufacture, market or apply the product or process in question, are recognised as intangible assets. Other development costs are recognised as costs in the income statement as incurred. When recognising development projects as intangible assets, an amount equalling the costs incurred less deferred tax is taken to equity under Reserve for development costs that is reduced as the development projects are amortised and written down.

Intellectual property rights etc are written down to the lower of recoverable amount and carrying amount.

**Investments in group enterprises**

Investments in group enterprises are measured at cost. Investments are written down to the lower of recoverable amount and carrying amount.

**Receivables**

Receivables are measured at amortised cost, usually equalling nominal value less writedowns for bad and doubtful debts.

**Income tax payable or receivable**

Current tax payable or receivable is recognised in the balance sheet, stated as tax computed on this year's taxable income, adjusted for prepaid tax.



**Prepayments**

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

**Cash**

Cash comprises cash in hand and bank deposits.

**Deferred tax**

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

**Other financial liabilities**

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.