



JP Games Group ApS

Vesterbrogade 34, 4.
1620 København V
CVR No. 40270191

Annual report 2021

The Annual General Meeting adopted the
annual report on 07.07.2022

Morten Edvad Wulff

Chairman of the General Meeting

Contents

Entity details	2
Statement by Management	3
Independent auditor's extended review report	4
Management commentary	6
Income statement for 2021	7
Balance sheet at 31.12.2021	8
Statement of changes in equity for 2021	10
Notes	11
Accounting policies	12

Entity details

Entity

JP Games Group ApS
Vesterbrogade 34, 4.
1620 København V

Business Registration No.: 40270191
Registered office: København
Financial year: 01.01.2021 - 31.12.2021

Executive Board

Morten Edvard Wulff

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Weidekampsgade 6
2300 Copenhagen S

Statement by Management

The Executive Board has today considered and approved the annual report of JP Games Group ApS for the financial year 01.01.2021 - 31.12.2021.

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 31.12.2021 and of the results of its operations for the financial year 01.01.2021 - 31.12.2021.

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

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

Copenhagen, 07.07.2022

Executive Board

Morten Edvard Wulff

Independent auditor's extended review report

To the shareholders of JP Games Group ApS

Conclusion

We have performed an extended review of the financial statements of JP Games Group ApS for the financial year 01.01.2021 - 31.12.2021, 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.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2021 and of the results of its operations for the financial year 01.01.2021 - 31.12.2021 in accordance with the Danish Financial Statements Act.

Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. 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 Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting 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 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 to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity

personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

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

Statement on the management commentary

Management is responsible for the management commentary.

Our conclusion 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 extended review 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 extended review 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 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, 07.07.2022

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Kim Takata Mücke

State Authorised Public Accountant
Identification No (MNE) mne10944

Management commentary

Primary activities

The purpose of the Company is to publish games and advertising online.

Development in activities and finances

The result for the year is a negative result of 1.799.528 DKK.

The Company reports negative equity, which is funded by intercompany debt. Repayment of the intercompany debt will only take place if cash funds are available and during 2022 the Company expects to be able to pay all third party debt as it falls due. On this basis Management has concluded that the negative equity does not represent a going-concern uncertainty. Recapitalisation of the negative equity is expected through future operating earnings.

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 2021

	Notes	2021 DKK	2020 DKK
Revenue		18,866,227	12,017,577
Cost of sales		(17,684,036)	(8,510,346)
Other external expenses		(112,728)	0
Gross profit/loss		1,069,463	3,507,231
Staff costs	1	(2,655,621)	(2,725,072)
Operating profit/loss		(1,586,158)	782,159
Other financial income	2	0	63,817
Other financial expenses	3	(213,370)	0
Profit/loss for the year		(1,799,528)	845,976
Proposed distribution of profit and loss:			
Retained earnings		(1,799,528)	845,976
Proposed distribution of profit and loss		(1,799,528)	845,976

Balance sheet at 31.12.2021

Assets

	Notes	2021 DKK	2020 DKK
Trade receivables		1,276,812	1,983,229
Other receivables		347,243	0
Prepayments		34,536	24,552
Receivables		1,658,591	2,007,781
Cash		7,376,237	4,505,548
Current assets		9,034,828	6,513,329
Assets		9,034,828	6,513,329

Equity and liabilities

	Notes	2021 DKK	2020 DKK
Contributed capital		50,000	50,000
Retained earnings		(3,129,278)	(1,329,750)
Equity		(3,079,278)	(1,279,750)
Prepayments received from customers		237,816	0
Trade payables		2,204,429	996,826
Payables to group enterprises		9,660,009	6,679,784
Other payables	4	11,852	116,469
Current liabilities other than provisions		12,114,106	7,793,079
Liabilities other than provisions		12,114,106	7,793,079
Equity and liabilities		9,034,828	6,513,329
Contingent assets	5		
Contingent liabilities	6		

Statement of changes in equity for 2021

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	50,000	(1,329,750)	(1,279,750)
Profit/loss for the year	0	(1,799,528)	(1,799,528)
Equity end of year	50,000	(3,129,278)	(3,079,278)

Notes

1 Staff costs

	2021	2020
	DKK	DKK
Wages and salaries	2,655,621	2,725,072
	2,655,621	2,725,072
Average number of full-time employees	4	4

2 Other financial income

	2021	2020
	DKK	DKK
Other financial income	0	63,817
	0	63,817

3 Other financial expenses

	2021	2020
	DKK	DKK
Exchange rate adjustments	213,370	0
	213,370	0

4 Other payables

	2021	2020
	DKK	DKK
Wages and salaries, personal income taxes, social security costs, etc payable	11,852	23,533
Other costs payable	0	92,936
	11,852	116,469

5 Contingent assets

The entity has a not recognized tax assets with the value of 0.7 m.DKK

6 Contingent liabilities

The Entity participates in a Danish joint taxation arrangement where Game Analytics 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 a few provisions for reporting class C.

The accounting policies applied to these financial statements are consistent with those applied last year.

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

Revenue

Revenue is consisting of ads revenue from published mobile games.

Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for ordinary inventory writedowns.

Other external expenses

Other external expenses include operating business costs and corporate costs.

Staff costs

Staff costs comprise salaries and wages, and social security contributions, pension contributions, etc for entity staff.

Other financial income

Other financial income comprises of exchange gains.

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.

Balance sheet

Receivables

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

Prepayments

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

Cash

Cash comprises cash in hand and bank deposits.

Other financial liabilities

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

Prepayments received from customers

Prepayments received from customers comprise amounts received from customers prior to delivery of the goods agreed or completion of the service agreed.