

PSLAB ApS
Flæsketorvet 68, 1., 1711 København V

Company reg. no. 40 50 19 08

Annual report

1 January - 31 December 2020

The annual report was submitted and approved by the general meeting on the 1 July 2021.

Joumana El Saddi
Chairman of the meeting

Notes to users of the English version of this document:

- This document is a translation of a Danish version of the document. In the event of any dispute regarding the interpretation of any part of the document, the Danish version of the document shall prevail.
- To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.
- Please note that decimal points remain unchanged from Danish version of the document. This means that DKK 146.940 corresponds to the English amount of DKK 146,940, and that 23,5 % corresponds to 23.5 %.

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Management's report

The executive board has today presented the annual report of PSLAB ApS for the financial year 1 January to 31 December 2020.

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

We consider the accounting policies used appropriate, and in our opinion the annual accounts provide a true and fair view of the company's assets and liabilities and its financial position at 31 December 2020 and of the company's results of its activities in the financial year 1 January to 31 December 2020.

The executive board considers the requirements of omission of audit of the annual accounts for 2020 as met.

We are of the opinion that the management's review includes a fair description of the issues dealt with.

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

København V, 28 June 2021

Executive board

Joumana El Saddi

Sami Raouf El Khoury Moujaes

Auditor's report on compilation of the annual accounts

To the shareholders of PSLAB ApS

We have compiled the financial statements of PSLAB ApS for the financial year 1 January - 31 December 2020 based on the company's bookkeeping and on further information provided by you.

The financial statements comprise the income statement, statement of financial position, statement of changes in equity, notes and accounting policies.

We performed this engagement in accordance with the international standard ISRS 4410 applying to compilation engagements.

We have applied our professional expertise 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 requirements of the Danish Act on Approved Auditors and Audit Firms and with ethical requirements of the Danish Institute of State Authorised Public Accountants, including principles of integrity, objectivity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

As 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 in order to compile the financial statements. Accordingly, we express neither an audit opinion nor a review opinion as to whether the financial statements have been compiled in accordance with the Danish Financial Statements Act.

Copenhagen, 28 June 2021

BUUS JENSEN

State Authorised Public Accountants
Company reg. no. 16 11 90 40

Michael Markussen

State Authorised Public Accountant
mne34295

Company information

The company

PSLAB ApS
Flæsketorvet 68, 1.
1711 København V

Company reg. no. 40 50 19 08
Established: 2 May 2019
Domicile: Copenhagen
Financial year: 1 January - 31 December
2nd financial year

Executive board

Joumana El Saddi
Sami Raouf El Khoury Moujaes

Auditors

BUUS JENSEN, Statsautoriserede revisorer

Management commentary

The principal activities of the company

The principal activities of the Company is to in Denmark (i) Promote and distribute lighting products and services, devices and equipment manufactured by PSLAB- group, (ii) promote the PSLAB-group's products and PSLAB-group's services, (iii) conduct the trading of light fittings, (iv) uphold and implement PSLAB-group's products and PSLAB-Group's services, and (v) promote the PSLAB-groups's IP rights.

Development in activities and financial matters

The results from ordinary activities after tax are DKK -164,814 against DKK -390,798 last year. The management consider the results as expected.

The company has incurred a net loss of DKK -164.814 during the year ended 31 December 2020 and, as of that date, the company's current liabilities exceeded its total assets by DKK 14,158.

As the equity represents less than half of the subscribed capital, the company is subject to the Danish Companies Act section 119 regarding the loss of capital. Management expects that the company will re-establish equity through its own earnings.

The management has from the parent company, PSLAB Limited, secured the necessary liquidity and financial support to finance the coming year's planned operations.

Income statement

All amounts in DKK.

<u>Note</u>	<u>1/1 - 31/12 2020</u>	<u>2/5 - 31/12 2019</u>
Gross loss	-66.997	-139.648
2 Staff costs	-115.729	-250.947
Other financial income	18.642	0
3 Other financial costs	-730	-203
Pre-tax net profit or loss	-164.814	-390.798
Tax on net profit or loss for the year	0	0
Net profit or loss for the year	-164.814	-390.798
Proposed appropriation of net profit:		
Allocated from retained earnings	-164.814	-390.798
Total allocations and transfers	-164.814	-390.798

Statement of financial position at 31 December

All amounts in DKK.

Assets		
<u>Note</u>	<u>2020</u>	<u>2019</u>
Current assets		
Other receivables	14.158	98.825
Total receivables	14.158	98.825
Total current assets	14.158	98.825
Total assets	14.158	98.825

Statement of financial position at 31 December

All amounts in DKK.

<u>Note</u>	<u>2020</u>	<u>2019</u>
Equity and liabilities		
Equity		
Contributed capital	50.000	50.000
Retained earnings	-555.612	-390.798
Total equity	-505.612	-340.798
Liabilities other than provisions		
Trade payables	53.500	14.800
Payables to group enterprises	452.720	408.108
Other payables	13.550	16.715
Total short term liabilities other than provisions	519.770	439.623
Total liabilities other than provisions	519.770	439.623
Total equity and liabilities	14.158	98.825

1 Uncertainties concerning the enterprise's ability to continue as a going concern

Statement of changes in equity

All amounts in DKK.

	<u>Contributed capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 2 May 2019	50.000	0	50.000
Profit or loss for the year brought forward	0	-390.798	-390.798
Equity 1 January 2020	50.000	-390.798	-340.798
Profit or loss for the year brought forward	0	-164.814	-164.814
	50.000	-555.612	-505.612

Notes

All amounts in DKK.

1/1 - 31/12 2020	2/5 - 31/12 2019
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1. Uncertainties concerning the enterprise's ability to continue as a going concern

The company has incurred a net loss of DKK -164,814 during the year ended 31 December 2020 and, as of that date, the company's current liabilities exceeded its total assets by DKK 14,158.

As the equity represents less than half of the subscribed capital, the company is subject to the Danish Companies Act section 119 regarding the loss of capital. Management expects that the company will re-establish equity through its own earnings.

The management has from the parent company, PSLAB Limited, secured the necessary liquidity and financial support to finance the coming year's planned operations.

2. Staff costs

Salaries and wages	114.877	249.527
Other costs for social security	852	1.420
	<u>115.729</u>	<u>250.947</u>
Average number of employees	<u>1</u>	<u>1</u>

3. Other financial costs

Other financial costs	<u>730</u>	<u>203</u>
	<u>730</u>	<u>203</u>

Accounting policies

The annual report for PSLAB ApS is presented in accordance with those regulations of the Danish Financial Statements Act concerning companies identified as class B enterprises. Furthermore, the company has chosen to comply with some of the rules applying for class C enterprises.

The accounting policies used are unchanged compared to last year, and the annual accounts are presented in Danish kroner (DKK).

Recognition and measurement in general

Income is recognised in the profit and loss account concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs, these including depreciation, amortisation, writedown, provisions, and reversals which are due to changes in estimated amounts previously recognised in the profit and loss account are recognised in the profit and loss account.

Assets are recognised in the balance sheet when the company is liable to achieve future, financial benefits and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the company is liable to lose future, financial benefits and the value of the liability can be measured reliably.

At the first recognition, assets and liabilities are measured at cost. Later, assets and liabilities are measured as described below for each individual accounting item.

Certain fixed asset investments and liabilities are measured at amortised cost, by which method a fixed, effective interest is recognised during the useful life of the asset or the liability. Amortised cost is recognised as the original cost with deduction of any payments and additions/deductions of the accrued amortisation of the difference between cost and nominal amount. In this way capital losses and capital profits are spread over the useful life.

At recognition and measurement, such predictable losses and risks are taken into consideration, which may appear before the annual report is presented, and which concern matters existing on the balance sheet date.

Income statement

Gross loss

Gross loss comprises the revenue, changes in inventories of finished goods, and work in progress, work performed for own account and capitalised, other operating income, and external costs.

The enterprise will be applying IAS 11 and IAS 18 as its basis of interpretation for the recognition of revenue.

Accounting policies

Revenue is recognised in the income statement if delivery and passing of risk to the buyer have taken place before the end of the year and if the income can be determined reliably and inflow is anticipated. Recognition of revenue is exclusive of VAT and taxes and less any discounts relating directly to sales.

Other external costs comprise costs for distribution, sales, advertisement, administration and premises.

Staff costs

Staff costs include salaries and wages including holiday allowances, pensions and other costs for social security etc. for staff members. Staff costs are less public reimbursements.

Financial income and expenses

Financial income and expenses are recognised in the income statement with the amounts concerning the financial year. Financial income and expenses comprise interest income and expenses, financial expenses from financial leasing, realised and unrealised capital gains and losses relating to securities, debt and transactions in foreign currency, amortisation of financial assets and liabilities as well as surcharges and reimbursements under the advance tax scheme, etc.

Tax of the results for the year

The tax for the year comprises the current tax for the year and the changes in deferred tax, and it is recognised in the profit and loss account with the share referring to the results for the year and directly in the equity with the share referring to entries directly on the equity.

The balance sheet

Receivables

Receivables are measured at amortised cost, which usually corresponds to nominal value.

In order to meet expected losses, impairment takes place at the net realisable value. The company has chosen to use IAS 39 as a basis for interpretation when recognising impairment of financial assets, which means that impairments must be made to offset losses where an objective indication is deemed to have occurred that an account receivable or a portfolio of accounts receivable is impaired. If an objective indication shows that an individual account receivable has been impaired, an impairment takes place at individual level.

Accounts receivable for which there is no objective indication of impairment at the individual level are evaluated at portfolio level for objective indication of impairment. The portfolios are primarily based on the debtors' domicile and credit rating in accordance with the company's and the group's credit risk management policy. Determination of the objective indicators applied for portfolios are based on experience with historical losses.

Accounting policies

Impairment losses are calculated as the difference between the carrying amount of accounts receivable and the present value of the expected cash flows, including the realisable value of any securities received. The effective interest rate for the individual account receivable or portfolio is used as the discount rate.

Liabilities other than provisions

Other liabilities concerning payables to suppliers, group enterprises, and other payables are measured at amortised cost which usually corresponds to the nominal value.