

QUADRATURE APS

c/o DanAccount ApS
Bredgade 33, A, 1,
1260 København K

CVR No. 40513361

Annual Report 2020

2. financial year

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 17 August 2021

Jose Maria Arguelles De Bustillo
Chairman

QUADRATURE APS

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Management's Statement

Today, Management has considered and adopted the Annual Report of QUADRATURE APS for the financial year 1 January 2020 - 31 December 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 assets, liabilities and financial position of the Company at 31 December 2020 and of the results of the Company's operations for the financial year 1 January 2020 - 31 December 2020.

In our opinion, the Management's Review includes a true and fair account of the matters addressed in the review.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Copenhagen, 17 August 2021

Executive Board

Jose Maria Arguelles De Bustillo
Man. Director

Jorge Cano Gonzalvo
Manager

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To the shareholders of QUADRATURE APS

Conclusion

We have performed an extended review of the financial statements of QUADRATURE APS for the financial year 2020, which comprise a summary of significant accounting policies, income statement, balance sheet and notes. 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 2020 and of the results of the Company's operations for the financial year 1 January 2020 - 31 December 2020 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 "Practitioner'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 the 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.

Practitioner'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 the 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

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statements or our knowledge obtained during the extended review, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the 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 materially misstatement in the Management's review.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

The company's management has not complied with the Danish Financial Statements Act's requirement that the annual report must be submitted to the Danish Business Authority within the fixed period of 5 months in the Danish Financial Statements Act, and the management may incur liability.

Roskilde, 17 August 2021

BDO Statsautoriseret revisionsaktieselskab

CVR-no. 20222670

Ferass Hamade

State Authorised Public Accountant

mne35441

QUADRATURE APS

Company details

Company	QUADRATURE APS c/o DanAccount ApS Bredgade 33, A, 1, 1260 København K
CVR No.	40513361
Date of formation	6 May 2019
Executive Board	Jose Maria Arguelles De Bustillo, Man. Director Jorge Cano Gonzalvo, Manager
Auditors	BDO Statsautoriseret revisionsaktieselskab Ringstedvej 18, st. th. 4000 Roskilde CVR-no.: 20222670

Management's Review

The Company's principal activities

The Company's principal activities consist in design, build, manage and deliver "fit-out" and refurbishing works and services for work places, office space and buildings, including the supply of furniture, fixtures, and equipment (FF&E).

Insecurity regarding recognition or measurement

There is no material insecurity regarding recognition or measurement.

Exceptional circumstances

No exceptional circumstances have affected recognition or measurement.

Development in the activities and the financial situation of the Company

The Company's Income Statement of the financial year 1 January 2020 - 31 December 2020 shows a result of DKK 1.118.952 and the Balance Sheet at 31 December 2020 a balance sheet total of DKK 33.584.498 and an equity of DKK 6.441.903.

The company has withdrawn from the contract and started a lawsuit against A&O Hostels. There is a dispute between the parties and there is currently an ongoing dispute. There are negotiations regarding a settlement, which is expected to be concluded during the autumn.

The rapid spread of the Corona virus in Denmark and the rest of the world since March 2020 has necessitated a number of restrictions from the Danish authorities, which could potentially have major socio-economic consequences. The company is currently not directly affected by the restrictions implemented.

If the outbreak of the Corona virus becomes prolonged and the authorities implement further measures to stem the spread of infection, the socio-economic consequences could become significant. In such a scenario, the company may also be adversely affected. However, the authorities have already launched several financial support measures, and it is to be expected that further support measures will be implemented in the event of a prolonged outbreak that will mitigate the consequences of the restrictions.

The outbreak of the Corona virus and the restrictions imposed have not significantly affected the year's activities and economic development.

Post financial year events

After the end of the financial year, no events have occurred which may change the financial position of the entity substantially.

Expectations for the future

The Company expects its operations to develop positively next year.

Accounting Policies

Reporting Class

The Annual Report of QUADRATURE APS for 2020 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B, with the adoption of individual rules from class C.

The accounting policies applied remain unchanged from last year.

Reporting currency

The Annual Report is presented in Danish kroner.

Translation policies

Transactions in foreign currencies are translated into DKK at the exchange rate prevailing at the date of transaction. Monetary assets and liabilities in foreign currencies are translated into DKK based on the exchange rates prevailing at the balance sheet day. Realised and unrealised foreign exchange gains and losses are included in the Income Statement under Financial Income and Expenses.

General Information

Basis of recognition and measurement

The financial statement have been prepared under the historical cost principle.

Income is recognised in the Income Statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortised cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the Income Statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the Income Statement.

Assets are recognised in the Balance Sheet when it is probable that future economic benefits attributable to the asset will accrue to 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 attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

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

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the Annual Report, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

Accounting Policies

Income Statement

Gross profit/loss

The Company has decided to aggregate certain items of the Income Statement in accordance with the provisions of Section 32 of the Danish Financial Statements Act.

Gross profit is a combination of the items of revenue, change in inventories of finished goods, work in progress and goods for resale, other operation income, cost of raw and consumables and other external expenses.

Revenue

Revenue from construction contracts are recognised as revenue as production is carried out, whereby net revenue corresponds to the selling price of the work performed for the year. When the outcome of a contractual contact can be estimated reliably, revenue is recognized only in relation to the costs incurred, onsofar as it is likely that they will be recycled.

The completion rate for measuring the output of the production is calculated on the basis of the costs consumed in relation to the latest cost estimate.

External expenses

Raw materials and consumables used

Costs for raw materials and consumables comprise the cost of goods purchased less discounts, costs subcontractors and change in inventories for the year.

Other external expenses

Other external costs include costs for distribution, sales, advertising, administration, premises. loss of debtors, operating leasing costs etc.

Staff expenses

Staff expenses comprise wages, salaries and other pay-related costs, such as sickness benefits for enterprise employees less wage/salary reimbursement, pensions and social security costs.

Other staff expenses are recognised in other external expenses.

Financial income and expenses

Financial income and expenses are recognised in the Income Statement based on the amounts that concern the financial year. Financial income and expenses include interest revenue and expenses, financial expenses of finance leases, realised and unrealised capital gains and losses regarding securities, accounts payable and transactions in foreign currencies, repayment on mortgage loans, and surcharges and allowances under the tax prepayment scheme.

Dividends equity investments are recognised as income in the financial year in which the dividends are declared.

Tax on net profit for the year

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

Accounting Policies

Balance Sheet

Deposits

Deposits are measured at cost.

Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

Impairment of accounts receivables past due is established on individual assessment of receivables.

Supply of services in progress

Contract work in progress is measured at the selling price of the work performed. The selling price is measured by reference to the stage of completion at the reporting date and total expected income from the work in progress

Where it is difficult to determine a reliable selling price, the selling price is measured at the lower of costs incurred and the net realisable value.

Work in progress is recognised in the balance sheet under receivables or payables depending on the net value of the selling price less invoicing on account.

Prepayments from customers are recognised under liabilities.

Advertising from promotional costs and costs of negotiating contracts are expensed incurred.

Accrued income, assets

Accrued income recognised in assets comprises prepaid costs regarding subsequent financial years.

Other short-term receivables

Other short-term receivables consist of receivables from Tax Authorities.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand as well as short-term securities with a term of less than three months which can be converted directly into cash at bank and in hand and involve only an insignificant risk of value changes.

Equity

Equity comprises the working capital and a number of equity items that may be statutory or stipulated in the articles of association.

Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the Balance Sheet as calculated tax on the expected taxable income for the year, adjusted for tax on taxable income for previous years as well as for tax prepaid.

Liabilities

Liabilities, comprising deposits, trade payables and other accounts payable, are measured at amortised cost, which usually corresponds to the nominal value.

Other payables

Other payables are measured at amortised cost, which usually corresponds to the nominal value

Contingent assets and liabilities

Contingent assets and liabilities are not recognised in the Balance Sheet but appear only in the notes.

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Income Statement

	Note	2020 kr.	2019 kr.
Gross result		4.047.151	10.123.767
Employee benefits expense	1	-1.607.609	-1.069.177
Result from ordinary operating activities		2.439.542	9.054.590
Other finance income	2	367.046	15.550
Finance expenses	3	-1.347.560	-2.291.343
Result from ordinary activities before tax		1.459.028	6.778.797
Tax expense on ordinary activities	4	340.076	1.495.846
Result		1.118.952	5.282.951
Proposed distribution of results			
Retained earnings		1.118.952	5.282.951
Distribution of result		1.118.952	5.282.951

Balance Sheet as of 31 December

	Note	2020 kr.	2019 kr.
Assets			
Deposits, investments		38.000	18.000
Investments		38.000	18.000
Fixed assets		38.000	18.000
Short-term trade receivables		11.367.867	7.778.356
Short-term receivables from group enterprises		21.139.159	20.684.840
Short-term tax receivables		0	768.154
Other short-term receivables		830.892	0
Deferred income		0	150.000
Receivables		33.337.918	29.381.350
Cash and cash equivalents		208.580	160.843
Current assets		33.546.498	29.542.193
Assets		33.584.498	29.560.193

Balance Sheet as of 31 December

	Note	2020 kr.	2019 kr.
Liabilities and equity			
Contributed capital	5	40.000	40.000
Retained earnings	6	6.401.903	5.282.951
Equity		6.441.903	5.322.951
Prepayments received for work in progress		0	11.047.877
Trade payables		2.775.040	10.736.473
Payables to group enterprises		23.729.270	873.344
Tax payables		340.076	0
Other payables		298.208	1.579.548
Short-term liabilities other than provisions		27.142.595	24.237.242
Liabilities other than provisions within the business		27.142.595	24.237.242
Liabilities and equity		33.584.498	29.560.193
Uncertainties relating to going concern	7		
Contingent liabilities	8		

Notes

1. Employee benefits expense

	2020	2019
Wages and salaries	1.453.888	1.062.732
Social security contributions	24.636	3.345
Other employee expense	129.085	3.100
	1.607.609	1.069.177
Average number of employees	2	3

2. Other finance income

Other finance income	367.046	15.550
	367.046	15.550

3. Finance expenses

Finance expenses arising from group enterprises	0	4.007
Other finance expenses	1.347.560	2.287.336
	1.347.560	2.291.343

4. Tax expense

Corporate Tax, current	340.076	1.495.846
	340.076	1.495.846

5. Contributed capital

Balance at the beginning of the year	40.000	0
Additions during the year	0	40.000
Balance at the end of the year	40.000	40.000

6. Retained earnings

Balance at the beginning of the year	5.282.951	0
Additions during the year	1.118.952	5.282.951
Balance at the end of the year	6.401.903	5.282.951

7. Uncertainties relating to going concern

The Danish company is depending on the parent company or other group companies to meet its current liabilities as they fall due. Therefore the Parent Company, ALDESA CONSTRUCCIONES, S.A., owner of all shares in Quadrature ApS, has given a letter of support and commit themselves unconditionally by contributions – alternatively by waiver of claims or by infusion of capital – to secure the operations of the enterprise.

This Guarantee shall be in force until further notice and may be terminated at a coming Annual General Meeting of the Subsidiary to end on expiry of the following financial year.

The financial statements have therefore been prepared on a going concern basis.

8. Contingent liabilities

The Company is part of a dispute. The parties are in the process of negotiating a settlement. The obligation is expected to amount to approx. 190 K EUR.