

Artisan Research Labs ApS

Ole Maaløes Vej 3, 2200 København N

Company reg. no. 40 56 66 19

Annual report

1 January - 31 December 2020

The annual report was submitted and approved by the general meeting on the 5 August 2021.

Erik Warnecke
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

Today, the managing director has presented the annual report of Artisan Research Labs ApS for the financial year 1 January - 31 December 2020.

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

I consider the accounting policies appropriate and, in my opinion, the financial statements provide a fair presentation of the company's assets, equity and liabilities, and financial position at 31 December 2020 and of the company's results of activities in the financial year 1 January – 31 December 2020.

The managing director consider the conditions for audit exemption of the 2020 financial statements to be met.

I am of the opinion that the management commentary presents a fair account of the issues dealt with.

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

Copenhagen N, 5 August 2021

Managing Director

Erik Warnecke

Auditor's report on compilation of the financial statements

To the shareholders of Artisan Research Labs ApS

We have compiled the financial statements of Artisan Research Labs 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 accounting policies, income statement, statement of financial position, statement of changes in equity and notes.

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 V, 5 August 2021

RSM Denmark

Statsautoriseret Revisionspartnerselskab
Company reg. no. 25 49 21 45

Martin Enderberg Lassen

State Authorised Public Accountant
mne40044

Company information

The company

Artisan Research Labs ApS
Ole Maaløes Vej 3
2200 København N

Company reg. no. 40 56 66 19

Financial year: 1 January - 31 December

Managing Director

Erik Warnecke

Auditors

RSM Denmark Statsautoriseret Revisionspartnerselskab
Ved Vesterport 6, 5. sal
1612 København V

Management commentary

The principal activities of the company

Like previous years, the principal activities are cell design and engineering for biotechnological applications as well as related activities.

Development in activities and financial matters

The gross profit for the year totals DKK 3.263.140 against DKK -1.291 last year. Income or loss from ordinary activities after tax totals DKK 430.278 against DKK -124.928 last year. Management considers the net profit or loss for the year satisfactory.

Events occurring after the end of the financial year

No events have occurred after the end of the financial year that could significantly upset the company's financial position.

Accounting policies

The annual report for Artisan Research Labs ApS has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class B enterprises. Furthermore, the company has decided to comply with certain rules applying to reporting class C enterprises.

The accounting policies are unchanged from last year, and the annual report is presented in DKK.

Recognition and measurement in general

Income is recognised in the income statement concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs are recognised in the income statement, including depreciations amortisations, writedowns for impairment, provisions, and reversals due to changes in estimated amounts previously recognised in the income statement.

Assets are recognised in the statement of financial position when it seems probable that future economic benefits will flow to the company and the value of the asset can be reliably measured.

Liabilities are recognised in the statement of financial position when it is seems probable that future economic benefits will flow out of the company and the value of the liability can be reliably measured.

Assets and liabilities are measured at cost at the initial recognition. Hereafter, assets and liabilities are measured as described below for each individual accounting item.

Upon recognition and measurement, allowances are made for such predictable losses and risks which may arise prior to the presentation of the annual report and concern matters that exist on the reporting date.

Income statement

Gross profit

Gross profit comprises the revenue, work performed for own account and capitalised, other operating income, and external costs.

Cost of sales comprises costs concerning purchase of consumables less discounts and changes in inventories.

Other external costs comprise costs incurred for production, distribution and administration.

Staff costs

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

Depreciation, amortisation, and writedown for impairment

Depreciation, amortisation, and writedown for impairment comprise depreciation on, amortisation of, and writedown for impairment of intangible and tangible assets, respectively.

Accounting policies

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 and unrealised capital gains and losses relating to securities.

Tax on net profit or loss for the year

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

Statement of financial position

Property, plant, and equipment

Other property, plant, and equipment are measured at cost less accrued depreciation and writedown for impairment.

The cost comprises acquisition cost and costs directly associated with the acquisition until the time when the asset is ready for use.

Depreciation is done on a straight-line basis according to an assessment of the expected useful life:

	Useful life
Other fixtures and fittings, tools and equipment	3-5 years

Minor assets with an expected useful life of less than 1 year are recognised as costs in the income statement in the year of acquisition.

Profit or loss derived from the disposal of property, land, and equipment is measured as the difference between the sales price less selling costs and the carrying amount at the date of disposal. Profit or loss is recognised in the income statement as other operating income or other operating expenses.

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.

Prepayments and accrued income

Prepayments and accrued income recognised under assets comprise incurred costs concerning the following financial year.

Accounting policies

Income tax and deferred tax

Current tax liabilities and current tax receivable are recognised in the statement of financial position as calculated tax on the taxable income for the year, adjusted for tax of previous years' taxable income and for tax paid on account.

Deferred tax is measured on the basis of temporary differences in assets and liabilities with a focus on the statement of financial position. Deferred tax is measured at net realisable value.

Liabilities other than provisions

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

Income statement 1 January - 31 December

All amounts in DKK.

<u>Note</u>	<u>2020</u>	<u>2019</u>
Gross profit	3.263.140	-1.292
1 Staff costs	-2.651.893	-123.636
Depreciation and impairment of property, land, and equipment	-88.696	0
Operating profit	522.551	-124.928
Other financial costs	-4.305	0
Pre-tax net profit or loss	518.246	-124.928
Tax on net profit or loss for the year	-87.968	0
Profit or loss from ordinary activities after tax	430.278	-124.928
Net profit or loss for the year	430.278	-124.928
Proposed appropriation of net profit:		
Transferred to retained earnings	430.278	0
Allocated from retained earnings	0	-124.928
Total allocations and transfers	430.278	-124.928

Statement of financial position at 31 December

All amounts in DKK.

Assets		
<u>Note</u>	<u>2020</u>	<u>2019</u>
Non-current assets		
2 Other fixtures and fittings, tools and equipment	385.099	0
Total property, plant, and equipment	385.099	0
Total non-current assets	385.099	0
Current assets		
Receivables from group enterprises	191.266	0
Other receivables	560.172	40.000
Prepayments and accrued income	91.668	0
Total receivables	843.106	40.000
Total current assets	843.106	40.000
Total assets	1.228.205	40.000

Statement of financial position at 31 December

All amounts in DKK.

Equity and liabilities		
<u>Note</u>	<u>2020</u>	<u>2019</u>
Equity		
Contributed capital	41.000	40.000
Retained earnings	304.350	-124.928
Total equity	<u>345.350</u>	<u>-84.928</u>
Provisions		
Provisions for deferred tax	6.546	0
Total provisions	<u>6.546</u>	<u>0</u>
Liabilities other than provisions		
Trade payables	414.324	0
Payables to group enterprises	0	124.928
Income tax payable	81.422	0
Other payables	380.563	0
Total short term liabilities other than provisions	<u>876.309</u>	<u>124.928</u>
Total liabilities other than provisions	<u>876.309</u>	<u>124.928</u>
Total equity and liabilities	<u>1.228.205</u>	<u>40.000</u>

3 Contingencies

Statement of changes in equity

All amounts in DKK.

	<u>Contributed capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 1 January 2019	40.000	0	40.000
Retained earnings for the year	0	-124.928	-124.928
Equity 1 January 2020	40.000	-124.928	-84.928
Cash capital increase	1.000	0	1.000
Retained earnings for the year	0	429.278	429.278
	41.000	304.350	345.350

Notes

All amounts in DKK.

	<u>2020</u>	<u>2019</u>
1. Staff costs		
Salaries and wages	2.626.106	123.636
Other staff costs	<u>25.787</u>	<u>0</u>
	<u>2.651.893</u>	<u>123.636</u>
Average number of employees	<u>4</u>	<u>3</u>
2. Other fixtures and fittings, tools and equipment		
Additions during the year	<u>473.795</u>	<u>0</u>
Cost 31 December 2020	<u>473.795</u>	<u>0</u>
Depreciation and writedown 1 January 2020	<u>-88.696</u>	<u>0</u>
Depreciation and writedown 31 December 2020	<u>-88.696</u>	<u>0</u>
Carrying amount, 31 December 2020	<u>385.099</u>	<u>0</u>
3. Contingencies		
Contingent liabilities		
Lease liabilities		
The company has entered into an sub-lease agreement with an average annual lease payment of DKK 600.000. The sub-lease have a 3 month termination notice period with payments of total DKK 150.000.		