

# EXPO Freight Denmark ApS

Kildeparken 32, 8722 Hedensted

CVR no. 40 87 63 08

## Annual report 2020/21

Approved at the Company's annual general meeting on 8 July 2021

Chair of the meeting:



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Roosoo Ramachandran





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### Statement by the Executive Board

Today, the Executive Board has discussed and approved the annual report of EXPO Freight Denmark ApS for the financial year 1 April 2020 - 31 March 2021.

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

In my opinion, the financial statements give a true and fair view of the financial position of the Company at 31 March 2021 and of the results of the Company's operations for the financial year 1 April 2020 - 31 March 2021.

Further, in my opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

I recommend that the annual report be approved at the annual general meeting.

Hedensted, 8 July 2021  
Executive Board:

A handwritten signature in black ink, appearing to be 'Rooso Ramachandran', written in a cursive style.

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Rooso Ramachandran  
CEO

## Independent auditor's report

To the shareholders of EXPO Freight Denmark ApS

### Opinion

We have audited the financial statements of EXPO Freight Denmark ApS for the financial year 1 April 2020 - 31 March 2021, which comprise income statement, balance sheet, statement of changes in equity and notes, including 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 financial position of the Company at 31 March 2021 and of the results of the Company's operations for the financial year 1 April 2020 - 31 March 2021 in accordance with the Danish Financial Statements Act.

### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the 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 our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Independence

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.

### 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 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.

### Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance as to 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 the 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.

## Independent auditor's report

- ▶ 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 Company'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 Company'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 Company to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and contents of the financial statements, including the note disclosures, 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'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 audit 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 statements or our knowledge obtained during the audit, 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 Statement Act. We did not identify any material misstatement of the Management's review.

Herning, 8 July 2021  
EY Godkendt Revisionspartnerselskab  
CVR no. 30 70 02 28



Karsten Mehlsen  
State Authorised Public Accountant  
mne18473



## Management's review

### Company details

Name	EXPO Freight Denmark ApS
Address, Postal code, City	Kildeparken 32, 8722 Hedensted
CVR no.	40 87 63 08
Established	3 October 2019
Registered office	Hedensted
Financial year	1 April 2020 - 31 March 2021
Executive Board	Rooso Ramachandran, CEO
Auditors	EY Godkendt Revisionspartnerselskab Dalgasgade 27, 3. sal, 7400 Herning, Denmark

## **Management's review**

### **Business review**

The company's purpose is to operate with freight forwarding and other logistics services as well as related activities.

### **Financial review**

The income statement for 2020/21 shows a loss of DKK 1,984,762 against a loss of DKK 593,301 last year, and the balance sheet at 31 March 2021 shows equity of DKK 414,257.

A capital infusion has been made at the ending of the fiscal year, including an increase of the share capital at 360.000 DKK at rate 822,22. The excess premium reserve has been transferred to retained earnings.

The Company has during the year been affected by the Covid-19 pandemic, however we have managed in all materiality to stay on budget.

### **Events after the balance sheet date**

No events materially affecting the Company's financial position have occurred subsequent to the financial year-end.

## Financial statements 1 April 2020 - 31 March 2021

### Income statement

Note	DKK	2020/21 12 months	2019/20 6 months
	<b>Gross profit/loss</b>	1,485,368	-245,736
2	Staff costs	-2,840,674	-348,276
	Amortisation/depreciation and impairment of intangible assets and property, plant and equipment	-491,523	0
	Other operating expenses	-10,593	0
	<b>Profit/loss before net financials</b>	-1,857,422	-594,012
	Financial income	0	711
	Financial expenses	-127,340	0
	<b>Profit/loss before tax</b>	-1,984,762	-593,301
	Tax for the year	0	0
	<b>Profit/loss for the year</b>	<u>-1,984,762</u>	<u>-593,301</u>
	<b>Recommended appropriation of profit/loss</b>		
	Retained earnings/accumulated loss	<u>-1,984,762</u>	<u>-593,301</u>
		<u>-1,984,762</u>	<u>-593,301</u>



## Financial statements 1 April 2020 - 31 March 2021

### Balance sheet

Note	DKK	2020/21	2019/20
	<b>ASSETS</b>		
	<b>Fixed assets</b>		
3	<b>Property, plant and equipment</b>		
	Fixtures and fittings, other plant and equipment	1,789,558	633,640
		<u>1,789,558</u>	<u>633,640</u>
	<b>Total fixed assets</b>	<u>1,789,558</u>	<u>633,640</u>
	<b>Non-fixed assets</b>		
	<b>Receivables</b>		
	Trade receivables	2,219,522	0
	Other receivables	128,550	339,628
	Prepayments	15,371	22,651
		<u>2,363,443</u>	<u>362,279</u>
	<b>Cash</b>	<u>4,007,580</u>	<u>600,938</u>
	<b>Total non-fixed assets</b>	<u>6,371,023</u>	<u>963,217</u>
	<b>TOTAL ASSETS</b>	<u>8,160,581</u>	<u>1,596,857</u>
	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
4	Share capital	400,000	40,000
	Share premium account	0	0
	Retained earnings	14,257	-593,301
	<b>Total equity</b>	<u>414,257</u>	<u>-553,301</u>
	<b>Liabilities other than provisions</b>		
	<b>Non-current liabilities other than provisions</b>		
	Lease liabilities	1,272,471	0
		<u>1,272,471</u>	<u>0</u>
	<b>Current liabilities other than provisions</b>		
	Other credit institutions	4,921	5,062
	Trade payables	3,001,381	495,980
	Payables to group enterprises	2,906,227	1,481,750
	Other payables	561,324	167,366
		<u>6,473,853</u>	<u>2,150,158</u>
		<u>7,746,324</u>	<u>2,150,158</u>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<u>8,160,581</u>	<u>1,596,857</u>

- 1 Accounting policies  
5 Contractual obligations and contingencies, etc.  
6 Collateral

## Financial statements 1 April 2020 - 31 March 2021

### Statement of changes in equity

DKK	Share capital	Share premium account	Retained earnings	Total
Equity at 3 October 2019	0	0	0	0
Transfer through appropriation of loss	0	0	-593,301	-593,301
Cash payments concerning formation of enterprise	40,000	0	0	40,000
<b>Equity at 1 April 2020</b>	40,000	0	-593,301	-553,301
Capital increase	360,000	2,600,000	0	2,960,000
Expenses, capital increase	0	-7,680	0	-7,680
Transfer through appropriation of loss	0	0	-1,984,762	-1,984,762
Transferred from share premium account	0	-2,592,320	2,592,320	0
<b>Equity at 31 March 2021</b>	<b>400,000</b>	<b>0</b>	<b>14,257</b>	<b>414,257</b>

## Financial statements 1 April 2020 - 31 March 2021

### Notes to the financial statements

#### 1 Accounting policies

The annual report of EXPO Freight Denmark ApS for 2020/21 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B entities and elective choice of certain provisions applying to reporting class C entities.

Effective from the financial year 2020, the Company has implemented amending act no. 1716 of 27 December 2018 to the Danish Financial Statements Act. The implementation of the amending act has not affected the Company's accounting policies on recognition and measurement of assets and liabilities but has solely entailed a requirement for further disclosures. The accounting policies used in the preparation of the financial statements are consistent with those of last year.

#### Reporting currency

The financial statements are presented in Danish kroner (DKK).

#### Income statement

##### Revenue

Income from the rendering of services is recognised as revenue as the services are rendered (ETD). Accordingly, revenue corresponds to the market value of the services rendered during the year (percentage-of-completion method).

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. All discounts and rebates granted are recognised in revenue.

##### Gross profit/loss

The items revenue, cost of sales and external expenses have been aggregated into one item in the income statement called gross profit/loss in accordance with section 32 of the Danish Financial Statements Act.

##### Other operating expenses

Other operating expenses comprise items of a secondary nature relative to the Company's core activities, including losses on the sale of fixed assets.

##### Raw materials and consumables, etc.

Raw materials and consumables include expenses relating to raw materials and consumables used in generating the year's revenue.

##### External expenses

Other external expenses include the year's expenses relating to the Company's core activities, including expenses relating to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

##### Staff costs

Staff costs include wages and salaries, including compensated absence and pension to the Company's employees, as well as other social security contributions, etc. The item is net of refunds from public authorities.

##### Amortisation/depreciation

The item comprises amortisation/depreciation of intangible assets and property, plant and equipment.

## Financial statements 1 April 2020 - 31 March 2021

### Notes to the financial statements

#### 1 Accounting policies (continued)

The basis of depreciation, which is calculated as cost less any residual value, is depreciated on a straight line basis over the expected useful life. The expected useful lives of the assets are as follows:

Fixtures and fittings, other plant and equipment	3-5 years
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#### Tax

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments. The portion of the tax for the year that relates to the profit/loss for the year is recognised in the income statement, whereas the portion that relates to transactions taken to equity is recognised in equity.

#### Balance sheet

##### Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes the acquisition price and costs directly related to the acquisition until the time at which the asset is ready for use.

The Company has chosen to adopt the principles according to IFRS 16 in regards to leases, and therefore all leased assets are recognized into the balance sheet when they have terms of more than 12 months, unless the underlying asset is of low value.

##### Impairment of fixed assets

The carrying amount of intangible assets, property, plant and equipment and investments in subsidiaries and associates is assessed for impairment on an annual basis.

Impairment tests are conducted on assets or groups of assets when there is evidence of impairment. The carrying amount of impaired assets is reduced to the higher of the net selling price and the value in use (recoverable amount).

The recoverable amount is the higher of the net selling price of an asset and its value in use. The value in use is calculated as the present value of the expected net cash flows from the use of the asset or the group of assets and the expected net cash flows from the disposal of the asset or the group of assets after the end of the useful life.

Previously recognised impairment losses are reversed when the reason for recognition no longer exists. Impairment losses on goodwill are not reversed.

##### Receivables

Receivables are measured at amortised cost.

The Company has chosen IAS 39 as interpretation for impairment of financial receivables.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable has been impaired, an impairment loss is recognised on an individual basis.

Receivables in respect of which there is no objective evidence of individual impairment are tested for objective evidence of impairment on a portfolio basis. The portfolios are primarily based on the debtors' domicile and credit ratings in line with the Company's risk management policy. The objective evidence applied to portfolios is determined based on historical loss experience.

## Financial statements 1 April 2020 - 31 March 2021

### Notes to the financial statements

#### 1 Accounting policies (continued)

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

#### Prepayments

Prepayments recognised under "Assets" comprise prepaid expenses regarding subsequent financial reporting years.

#### Cash

Cash comprise cash and short term securities which are readily convertible into cash and subject only to minor risks of changes in value.

#### Income taxes

Current tax payables and receivables are recognised in the balance sheet as the estimated income tax charge for the year, adjusted for prior-year taxes and tax paid on account.

Deferred tax is measured according to the liability method on all temporary differences between the carrying amount and the tax base of assets and liabilities. However, deferred tax is not recognised on temporary differences relating to goodwill which is not deductible for tax purposes and on office premises and other items where temporary differences, apart from business combinations, arise at the date of acquisition without affecting either profit/loss for the year or taxable income. Where alternative tax rules can be applied to determine the tax base, deferred tax is measured based on Management's intended use of the asset or settlement of the liability, respectively.

Deferred tax is measured according to the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Deferred tax assets are recognised at the expected value of their utilisation; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Changes in deferred tax due to changes in the tax rate are recognised in the income statement.

#### Lease liabilities

Lease liabilities are measured at the net present value of the remaining lease payments including any guaranteed residual value based on the interest rate implicit in the lease.

## Financial statements 1 April 2020 - 31 March 2021

### Notes to the financial statements

DKK	2020/21 12 months	2019/20 6 months
<b>2 Staff costs</b>		
Wages/salaries	2,840,674	346,451
Other social security costs	0	1,825
	2,840,674	348,276
 Average number of full-time employees	 5	 1

### 3 Property, plant and equipment

DKK	Fixtures and fittings, other plant and equipment
Cost at 1 April 2020	633,640
Additions	1,647,441
Cost at 31 March 2021	2,281,081
Depreciation	491,523
Impairment losses and depreciation at 31 March 2021	491,523
<b>Carrying amount at 31 March 2021</b>	<b>1,789,558</b>
 Property, plant and equipment include finance leases with a carrying amount totalling	 1,267,342
 Depreciated over	 3-5 years

Note 6 provides more details on security for loans, etc. as regards property, plant and equipment.

### 4 Share capital

Analysis of changes in the share capital over the past 2 years:

DKK	2020/21	2019/20
Opening balance	40,000	40,000
Capital increase	360,000	0
	400,000	40,000

### 5 Contractual obligations and contingencies, etc.

#### Other contingent liabilities

None.

### 6 Collateral

The Company has not provided any security or other collateral in assets at 31 March 2021, except for lease obligations, which has been recognized into the balance sheet.