

Mrs Wordsmith ApS

C/O Sheltons Accountant
Kompagnistræde 21, 1. th
1208 København K

CVR No. 40892419

Annual Report 2023

5. financial year

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 27 June 2024

Pierre Philippe Lagrange
Chairman

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Mrs Wordsmith ApS

Management's Statement

Today, Management has considered and adopted the Annual Report of Mrs Wordsmith ApS for the financial year 1 January 2023 - 31 December 2023.

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 2023 and of the results of the Company's operations for the financial year 1 January 2023 - 31 December 2023.

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, 27 June 2024

Management

Pierre Philippe Lagrange

The independent Auditor's report on Extended Review

To the shareholders of Mrs Wordsmith ApS

Conclusion

We have performed an extended review of the financial statements of Mrs Wordsmith ApS for the financial year 2023, which comprise a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity 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 2023 and of the results of the Company's operations for the financial year 1 January 2023 - 31 December 2023 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 "Auditor'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' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), together with the ethical requirements that are relevant to our audit of the financial statements 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 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.

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 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.

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The independent Auditor's report on Extended Review

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 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 material misstatement in the Management's review.

Copenhagen, 27 June 2024

**Piaster Revisorerne, Statsautoriseret
Revisionsaktieselskab**
CVR-no. 25160037

Niels Kristian Tordrup Mørk
State Authorised Public Accountant
mne35462

Mrs Wordsmith ApS

Company details

Company	Mrs Wordsmith ApS C/O Sheltons Accountant Kompagnistræde 21, 1. th 1208 København K
CVR No.	40892419
Date of formation	16 October 2019
Financial year	1 January 2023 - 31 December 2023
Management	Pierre Philippe Lagrange
Auditors	Piaster Revisorerne, Statsautoriseret Revisionsaktieselskab Engholm Parkvej 8 3450 Allerød CVR-no.: 25160037

Management's Review

The Company's principal activities

The objective of the Company is to conduct services including but not limited to the development of educational material and games.

Development in activities and the financial situation

The Company's Income Statement of the financial year 1 January 2023 - 31 December 2023 shows a result of DKK -964,297 and the Balance Sheet at 31 December 2023 a balance sheet total of DKK 1,450,034 and an equity of DKK -2,868,560.

The Company has lost all of the share capital. The management expects the share capital to be restored through the Company's operations. The Company has received a letter of support from the parent company.

The Company considers the result for the year to be in line with expectations.

Events after the end of the financial year

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

Accounting Policies

Reporting Class

The annual report of Mrs Wordsmith ApS for 2023 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B. Furthermore, the company has decided to comply with certain rules applying to reporting class C enterprises.

The accounting policies applied remain unchanged from last year.

The annual report is presented in DKK.

Income statement

Gross profit

The Company applies the provision in Section 32 of the Danish Financial Statements Act, according to which the Company's revenue is not disclosed. Gross result is a summary of net sales less direct costs and other external costs.

Revenue

Revenue is recognised in the income statement if the services have been delivered and the risk has passed to the buyer before year-end and if the revenue can be reliably calculated and expected to be received. Revenue is recognised excluding VAT.

Other external costs

Other external costs include costs for distribution, sales, advertising, administration, premises, etc.

Staff costs

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

Financial income and expenses

Financial income and financial expenses include interest, realised and unrealised exchange rate gains and losses, loans and transactions in foreign currencies, write-off of financial assets and financial commitments, and on account transactions, etc. Financial income and expenses are recognised in the income statement with the amounts concerning the financial year.

Tax for the year

The tax for the year consists of the current tax, corrections from previous years and the deferred tax for the year. The tax relating to the results is recognised in the income statement, whereas the tax directly relating to equity entries is taken directly to equity.

Balance sheet

Other receivables

Receivables are measured at amortised cost, which usually corresponds to nominal value. The value is reduced by a write-down to meet expected losses.

Deposits and prepayments

Deposits and prepayments are measured at cost.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand.

Accounting Policies

Trade payables

Trade payables include debt to suppliers and other debt, measured at amortized cost, which usually corresponds to nominal value.

Translations of foreign currencies

Transactions in foreign currencies are translated at exchange rates approximating those in effect at the date of each transaction. Exchange rate differences arising between the transaction date rates and the rates at the date of payment are recognised under financial income and expenses in the income statement.

Receivables, payables and other monetary items in foreign exchange not settled at the balance sheet date are translated at the average of the buy and sell exchange rates available at the close of business on the balance sheet date. Differences between the exchange rates at the balance sheet date and the transaction date rates are recognised under financial income and expenses in the income statement.

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Income Statement

	Note	2023 DKK	2022 DKK
Gross profit		11.357.671	8.810.993
Employee expenses	1	-12.322.301	-9.187.219
Profit from ordinary operating activities		-964.630	-376.226
Finance income	2	1.099	756
Finance expenses	3	-766	-5.430
Profit from ordinary activities before tax		-964.297	-380.900
Tax expense on ordinary activities		0	-127.556
Profit		-964.297	-508.456
Proposed distribution of profit			
Retained earnings		-964.297	-508.483
Distribution of profit		-964.297	-508.483

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Balance Sheet as of 31 December

	Note	2023 DKK	2022 DKK
Assets			
Deposits	4	171.433	0
Investments		171.433	0
Fixed assets		171.433	0
Other receivables		161.134	73.044
Deposits and prepayments		162.649	294.760
Receivables		323.783	367.804
Cash and cash equivalents		954.818	185.847
Current assets		1.278.601	553.651
Assets		1.450.034	553.651

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Balance Sheet as of 31 December

	Note	2023 DKK	2022 DKK
Liabilities and equity			
Contributed capital		40.000	40.000
Retained earnings		-2.908.560	-1.944.263
Equity		-2.868.560	-1.904.263
Trade payables		90.761	100.044
Payables to group enterprises		2.946.662	2.017.720
Other payables		1.281.171	340.150
Short-term liabilities other than provisions		4.318.594	2.457.914
Liabilities other than provisions within the business		4.318.594	2.457.914
Liabilities and equity		1.450.034	553.651
Uncertainties relating to going concern	5		
Contingent liabilities	6		
Deferred tax assets and liabilities	7		

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Statement of changes in Equity

	Contributed capital	Retained earnings	Total
Equity 1 January 2023	40,000	-1,944,263	-1,904,263
Profit (loss)	0	-964,297	-964,297
Equity 31 December 2023	40,000	-2,908,560	-2,868,560

Notes

	2023	2022
1. Employee expenses		
Wages and salaries	11,506,056	8,596,562
Pension	675,612	494,725
Social security contributions	140,633	95,932
	<u>12,322,301</u>	<u>9,187,219</u>
Average number of employees	<u>17</u>	<u>13</u>
2. Finance income		
Other finance income	<u>1,099</u>	<u>756</u>
	<u>1,099</u>	<u>756</u>
3. Finance expenses		
Other finance expenses	<u>766</u>	<u>5,430</u>
	<u>766</u>	<u>5,430</u>

4. Deposits

Deposits are expected to be included in the balance sheet for more than one year.

5. Uncertainties relating to going concern

The Company has lost all of the share capital. The management expects the share capital to be restored through the Company's operations. The Company has received a letter of support from the parent company. Based on this, management are confident that the company is a going concern.

6. Contingent liabilities

The Company has signed a rental agreement which can be terminated no earlier than 30 June 2025 by giving 6 months notice and with a move-out date of 31 December 2025. The rental commitment for the period amounts to DKK 1,028,600.

Further to the above the Company has no further contingent liabilities and has not provided any securities.

7. Deferred tax assets

The Company has a deferred tax asset of DKK 666,995 which has not been recognised in the balance sheet. The tax asset can be attributed to tax losses carried forward which are not expected to be utilised within the next 3-5 years. The tax asset can be carried forward indefinitely.