

Form First ApS

c/o Lora Aleksandrova, Elgårdsminde 101, 8382 Hinnerup

Annual report

2020/21

Company reg. no. 41 27 54 56

The annual report was submitted and approved by the general meeting on the 7 February 2022.

Lora Nikolaeva Aleksandrova
Chairman of the meeting

Contents

Page

Reports

- 1 Management's statement
- 2 Auditor's report on compilation of the financial statements

Management's review

- 3 Company information
- 4 Management's review

Financial statements 1 April 2020 - 30 September 2021

- 5 Income statement
- 6 Balance sheet
- 8 Statement of changes in equity
- 9 Notes
- 10 Accounting policies

Notes:

- To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.
- Please note that decimal points have not been used in the usual English way. This means that for instance DKK 146.940 means the amount of DKK 146,940, and that 23,5 % means 23.5 %.

Management's statement

Today, the executive board has presented the annual report of Form First ApS for the financial year 2020/21.

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

We consider the accounting policies appropriate and, in our opinion, the financial statements provide a fair presentation of the company's assets, equity and liabilities, and financial position at 30 September 2021 and of the company's results of activities in the financial year 1 April 2020 - 30 September 2021.

The executive board consider the conditions for audit exemption of the 2020/21 financial statements to be met.

We are 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.

Hinnerup, 7 February 2022

Executive board

Peter Majchrak
director

Lora Nikolaeva Aleksandrova
director

Auditor's report on compilation of the financial statements

To the shareholders of Form First ApS

We have compiled the financial statements of Form First ApS for the financial year 1 April 2020 - 30 September 2021 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 the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code), 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.

Risskov, 7 February 2022

Martinsen

State Authorised Public Accountants
Company reg. no. 32 28 52 01

Søren Anthon Thorup Pedersen
State Authorised Public Accountant
mne10154

Company information

The company

Form First ApS
c/o Lora Aleksandrova
Elgårdsminde 101
8382 Hinnerup

Company reg. no. 41 27 54 56
Established: 1 April 2020
Domicile: Hinnerup
Financial year: 1 April - 30 September
1st financial year

Executive board

Peter Majchrak, director
Lora Nikolaeva Aleksandrova, director

Auditors

Martinsen
Statsautoriseret Revisionspartnerselskab
Voldbjergvej 16, 2. sal
8240 Risskov

Management´s review

The principal activities of the company

The principal activity of the company is systems development, and other related activities.

Development in activities and financial matters

The gross loss for the year totals DKK -57.205. Income or loss from ordinary activities after tax totals DKK -68.608. Management considers the net profit or loss for the year as expected.

It is the enterprise's first year which has included a lot of costs for development.

The enterprise has lost its equity capital. The management expects that they can reestablish the lost equity capital with upcoming monetization of the company's product in Q3 2022. It is the opinion of the management that the enterprise has got enough funds for the coming year. The management will support the funds for the coming year or until close.

Income statement

All amounts in DKK.

<u>Note</u>	1/4 2020 - 30/9 2021
Gross profit	-57.205
2 Staff costs	-10.875
Operating profit	-68.080
3 Other financial costs	-528
Net profit or loss for the year	-68.608
 Proposed appropriation of net profit:	
Allocated from retained earnings	-68.608
Total allocations and transfers	-68.608

Balance sheet

All amounts in DKK.

Assets		
<u>Note</u>		<u>30/9 2021</u>
Current assets		
Other receivables		<u>2.147</u>
Total receivables		<u>2.147</u>
Total current assets		<u>2.147</u>
Total assets		<u>2.147</u>

Balance sheet

All amounts in DKK.

<u>Note</u>	<u>30/9 2021</u>
Equity and liabilities	
Equity	
Contributed capital	40.000
Results brought forward	-68.608
Total equity	-28.608
 Liabilities other than provisions	
4 Payables to shareholders and management	17.695
Total long term liabilities other than provisions	17.695
Bank debts	828
Trade payables	12.231
Debt to associated enterprises	1
Total short term liabilities other than provisions	13.060
Total liabilities other than provisions	30.755
 Total equity and liabilities	 2.147
 1 Uncertainties concerning the enterprise's ability to continue as a going concern	
5 Contingencies	

Statement of changes in equity

All amounts in DKK.

	<u>Contributed capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 1 April 2020	0	0	0
Cash capital increase	40.000	0	40.000
Profit or loss for the year brought forward	0	-68.608	-68.608
	<u>40.000</u>	<u>-68.608</u>	<u>-28.608</u>

Notes

All amounts in DKK.

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

The enterprise has lost its equity capital. The management expects that they can reestablish the lost equity capital with upcoming monetization of the company's product in Q3 2022. It is the opinion of the management that the enterprise has got enough funds for the coming year. The management will support the funds for the coming year or until close.

	1/4 2020 - 30/9 2021
	<hr/>
2. Staff costs	
Salaries and wages	10.875
	<hr/>
	10.875
	<hr/>
Average number of employees	1
	<hr/>
3. Other financial costs	
Other financial costs	528
	<hr/>
	528
	<hr/>
	<hr/>
	30/9 2021
	<hr/>
4. Payables to shareholders and management	
Total payables to shareholders and management	17.695
Share of amount due within 1 year	0
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Total payables to shareholders and management	17.695
	<hr/>
Share of liabilities due after 5 years	0
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5. Contingencies

Contingent assets

The company has a unrecognized tax asset relating to tax loss carry-forward totalling DKK 14.513.

Accounting policies

The annual report for Form First 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 annual report is presented in DKK. The annual report comprises the first financial year and hence comparative figures are not available.

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.

Certain financial assets and liabilities are measured at amortised cost, allowing a constant effective interest rate to be recognised during the useful life of the asset or liability. Amortised cost is recognised as the original cost less any payments, plus/less accrued amortisations of the difference between cost and nominal amount. In this way, capital losses and gains are allocated over the useful life of the liability.

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 loss

Gross loss comprises the costs of sales and external costs.

Cost of sales comprises costs concerning purchase of raw materials and consumables less discounts.

Other external costs comprise costs incurred for sales, advertising and administration.

Accounting policies

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.

Financial expenses

Financial expenses are recognised in the income statement with the amounts concerning the financial year. Financial expenses comprise interest expenses.

Statement of financial position

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.

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

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