
PSV CIV Tech Fund I K/S

Diplomvej 381, DK-2800 Kongens Lyngby

Annual Report for 2023

CVR No. 41 44 48 19

The Annual Report was
presented and adopted
at the Annual General
Meeting of the
company
on 10/4 2024

Christel Arpalice Piron
Chairman of the
general meeting



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Management's statement

The Executive Board has today considered and adopted the Annual Report of PSV CIV Tech Fund I K/S for the financial year 1 January - 31 December 2023.

The Annual Report is 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 at 31 December 2023 of the Company and of the results of the Company operations for 2023.

In our opinion, 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.

Kongens Lyngby, 10 April 2024

Executive Board

Christel Arpalice Piron
PSV GP Tech Fund I ApS

Helle Lund Uth
PSV GP Tech Fund I ApS

Richard Breiter
PSV GP Tech Fund I ApS

Alexander Korre Viterbo-Horten
PSV GP Tech Fund I ApS

Independent Auditor's report

To the shareholders of PSV CIV Tech Fund I K/S

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2023 and of the results of the Company's operations for the financial year 1 January - 31 December 2023 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of PSV CIV Tech Fund I K/S for the financial year 1 January - 31 December 2023, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("the Financial Statements").

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 are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the Financial Statements does not cover 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 Management's Review and, in doing so, consider whether 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 Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, in our view, 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 Management's Review.

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.

Independent Auditor's report

Auditor's responsibilities for the audit of the Financial Statements

Our objectives are to obtain reasonable assurance about 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 these 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.
- 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 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.

Hellerup, 10 April 2024

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
CVR No 33 77 12 31

Niels Henrik B. Mikkelsen
State Authorised Public Accountant
mne16675

Company information

The Company	PSV CIV Tech Fund I K/S Diplomvej 381 DK-2800 Kongens Lyngby CVR No: 41 44 48 19 Financial period: 1 January - 31 December Municipality of reg. office: Lyngby-Taarbæk
Executive Board	Christel Arpalice Piron Helle Lund Uth Richard Breiter Alexander Korre Viterbo-Horten
Auditors	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Strandvejen 44 DK-2900 Hellerup

Management's review

Key activities

The purpose of the limited partnership is to generate a return on the limited partnerships share capital by making investments.

Development in the year

The income statement of the Company for 2023 shows a loss of DKK 1,632, and at 31 December 2023 the balance sheet of the Company shows a positive equity of DKK 1,254,229.

Uncertainty relating to recognition and measurement

There has been no uncertainty regarding recognition and measurement in the Annual Report.

Unusual events

The financial position at 31 December 2023 of the Company and the results of the activities of the Company for the financial year for 2023 have not been affected by any unusual events.

Subsequent events

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

Income statement 1 January - 31 December

	Note	2023	2022
		DKK	DKK
Gross loss before value adjustments		-28,493	-23,701
Value adjustments of assets held for investment		27,862	351,795
Gross loss after value adjustments		-631	328,094
Financial expenses		-1,001	-1,225
Profit/loss before tax		-1,632	326,869
Tax on profit/loss for the year		0	0
Net profit/loss for the year		-1,632	326,869

Distribution of profit

	2023	2022
	DKK	DKK
Proposed distribution of profit		
Extraordinary dividend paid	14,078	248,302
Retained earnings	-15,710	78,567
	-1,632	326,869

Balance sheet 31 December

Assets

	Note	2023	2022
		DKK	DKK
Other investments	2	1,297,209	985,317
Fixed asset investments		1,297,209	985,317
Fixed assets		1,297,209	985,317
Cash at bank and in hand		26,468	29,214
Current assets		26,468	29,214
Assets		1,323,677	1,014,531

Balance sheet 31 December

Liabilities and equity

	Note	2023	2022
		DKK	DKK
Share capital		2,500,000	2,500,000
Unpaid share capital		-1,340,393	-1,638,502
Retained earnings		94,622	110,332
Equity		1,254,229	971,830
Trade payables		20,000	19,000
Other payables		49,448	23,701
Short-term debt		69,448	42,701
Debt		69,448	42,701
Liabilities and equity		1,323,677	1,014,531
Uncertainty relating to recognition and measurement	1		
Contingent assets, liabilities and other financial obligations	3		
Accounting Policies	4		

Statement of changes in equity

	Share capital	Unpaid share capital	Retained earnings	Total
	DKK	DKK	DKK	DKK
Equity at 1 January	2,500,000	-1,638,502	110,332	971,830
Extraordinary dividend paid	0	0	-14,078	-14,078
Payment of unpaid share capital	0	298,109	0	298,109
Net profit/loss for the year	0	0	-1,632	-1,632
Equity at 31 December	2,500,000	-1,340,393	94,622	1,254,229

Notes to the Financial Statements

1. Uncertainty relating to recognition and measurement

The fair value of investment funds is determined on basis of the equity value of the funds in accordance with the annual report or the latest reporting. The annual report for the funds has been prepared in accordance with the recognition and measurement criteria in the IPEV valuation guidelines. Among the techniques used by investment funds are for example multiple calculations, DCF calculations and other calculations, e.g. based on concrete sales in the market and capital increase in the companies in question. The Company' investement is solely in PreSeed Ventures Tech Fund I K/S. The valuation procedure mentioned below is related to the underlying investments in PreSeed Ventures Tech Fund I K/S.

The valuations process

The valuations are prepared by the relevant team of the Investment Advisor and are reviewed on a quarterly basis as well as per year end by the Investment Advisor's valuation committee who report and make recommendations to the general partner. The recommendations are reported to the General Partner on a quarterly basis, in line with the quarterly valuations that are provided to investors. The valuation committee considers the appropriateness of the valuation model itself, the significant and key inputs as well as the valuation results using various valuation methods and techniques generally recognized as standard within the industry. The fair value estimates are measured according to the guidelines of the "International Private Equity and Venture Capital"(IPEV) "Valuation Guidelines" which is why investments are recognized at fair value at the balance sheet date. Thus, given the early stage of a significant of portfolio companies invested in cost value in some case is assessed by Investment Advisor as the best estimate of fair value.

Significant unobservable inputs

All investments have been valued based on significant unobservable inputs, as they trade infrequently. As quoted market prices are not available for these investments, the general partner has used valuation techniques to determine fair value. In order to assess the valuation made for the investments, the Investment Advisor reviews the performance of the portfolio companies. Furthermore the Investment Advisor is regularly in contact with the management of the portfolio companies in order to make assessments of business and operational matters which are considered in the valuation process. Where appropriate the Investment Advisor also trackspeer group company multiples, recent transaction results and credit ratings for similar companies. In the current financial year, the valuation of all investments is mainly based on transactions which are realized within the second half of the financial year.

Sensitivity analysis

The fair value of the Company's portfolio Companies is affected by the financial performance in the individual companies alongside recent transaction results. A change in significant unobservable input will have an effect on the valuation of the portfolio companies, as well as the fair value will be affected of development in general macro - economic conditions. The Company is committed to fostering innovation and shaping the future and is investing in early-stage start-ups. These early-stage start-ups holds immense potential for game-changing solutions, however this investment strategic also comes with inherent risks. Out of the total fixed asset valuation of TDKK 216,947 it's essential to recognize that each investment represents less than 9% of the total fixed asset valuation. The portfolio Company with the highest valuation represents 8,72% of the total fixed asset valuation, with a unrealized gain on this investment is currently TDKK 7,899.

PSV CIV Tech Fund I K/S' ownership share of PreSeed Ventures Tech Fund I K/S is 0,61% per 31 December 2023.

Notes to the Financial Statements

2. Other fixed asset investments

	Other investments
	DKK
Cost at 1. January	811,132
Additions for the year	298,108
Cost at 31. December	<u>1,109,240</u>
Revaluations at 1. January	174,185
Revaluations for the year	27,862
Reversals for the year of revaluations in previous years	-14,078
Revaluations at 31. December	<u>187,969</u>
Carrying amount at 31. December	<u>1,297,209</u>

3. Contingent assets, liabilities and other financial obligations

Other contingent liabilities

The company has committed to invest DKK 2,150,000 in Preseed Ventures Tech Fund I K/S. The remaining commitment per 31 December 2023 is DKK 1.390.760.

Notes to the Financial Statements

4. Accounting policies

The Annual Report of PSV CIV Tech Fund I K/S for 2023 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

The accounting policies applied remain unchanged from last year.

The Financial Statements for 2023 are presented in DKK.

Recognition and measurement

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 flow 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 will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Income statement

Other external expenses

Other external expenses comprise administrations costs.

Gross profit/loss

With reference to section 32 of the Danish Financial Statements Act, gross profit/loss is calculated as a summary of revenue and other external expenses.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

Balance sheet

Fixed asset investments

On initial recognition, investments in portfolio companies are measured at cost with the addition of transaction costs. On subsequent recognition, investments are measured at fair value. Value adjustments are recognized in the income statement.

The fair value of investments in portfolio companies are measured at the most recent market price, for instance in the form of an expansion of capital or a partial sale based on the values of comparable companies or through the use of traditional valuation methods, such as EV/EBITDA, P/E, EV/EBIT, P/B.

If the fair value assessment is not reliable, investments will be measured at cost price with the addition of transaction costs.

Receivables

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less provisions for bad debts.

Notes to the Financial Statements

Financial liabilities

Debts are measured at amortised cost, substantially corresponding to nominal value.