
PreSeed Ventures Tech Fund I K/S

Diplomvej 381, DK-2800 Kongens Lyngby

Annual Report for 18 June - 31 December 2020

CVR No 41 44 50 41

The Annual Report was
presented and adopted at
the Annual General
Meeting of the Company on
25/3 2021

Christel Arpalice Piron
Chairman of the General
Meeting



Contents

	<u>Page</u>
Management's Statement and Auditor's Report	
Management's Statement	1
Independent Auditor's Report	2
Company Information	
Company Information	5
Management's Review	6
Financial Statements	
Income Statement 18 June - 31 December	7
Balance Sheet 31 December	8
Statement of Changes in Equity	9
Notes to the Financial Statements	10

Management's Statement

The Executive Board has today considered and adopted the Annual Report of PreSeed Ventures Tech Fund I K/S for the financial year 18 June - 31 December 2020.

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 2020 of the Company and of the results of the Company operations for 2020.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Kongens Lyngby, 25 March 2021

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

Independent Auditor's Report

To the shareholders of PreSeed Ventures 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 2020 and of the results of the Company's operations for the financial year 18 June - 31 December 2020 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of PreSeed Ventures Tech Fund I K/S for the financial year 18 June - 31 December 2020, 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' 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 requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 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

Independent Auditor's Report

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.

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 re-

Independent Auditor's Report

quired under the Danish Financials 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.

Hellerup, 25 March 2021

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Niels Henrik B. Mikkelsen

statsautoriseret revisor

mne16675

Company Information

The Company

PreSeed Ventures Tech Fund I K/S
Diplomvej 381
DK-2800 Kongens Lyngby

CVR No: 41 44 50 41
Financial period: 18 June - 31 December
Municipality of reg. office: Kongens Lyngby

Executive Board

Christel Arpalice Piron
Helle Lund Uth
Richard Breiter

Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Strandvejen 44
DK-2900 Hellerup

Management's Review

Key activities

The limited partnership's purpose is to generate a return on the limited partnership's capital by making investments in technology companies mainly located in Denmark

Development in the year

After a successful first closing of the Fund on October 8, 2020 the committed capital in this annual report amounts to DKK 265M. The result for the year showed a loss of DKK 4.8 million, primarily related to establishment cost including management fees.

Subsequent events

A second closing was concluded on January 26, 2021 increasing the total committed capital to an amount of DKK 353M. First draw down from the investors was called in February 2021, thus the negative Equity recognized in the annual report.

Income Statement 18 June - 31 December

	<u>Note</u>	<u>2020</u> DKK
Gross profit/loss		-4.741.572
Profit/loss before tax		-4.741.572
Tax on profit/loss for the year		<u>0</u>
Net profit/loss for the year		<u>-4.741.572</u>

Distribution of profit

Proposed distribution of profit

Retained earnings		<u>-4.741.572</u>
		<u>-4.741.572</u>

Balance Sheet 31 December

	<u>Note</u>	<u>2020</u> DKK
Assets		
Other investments		8.917.189
Convertible loans		<u>3.500.000</u>
Fixed asset investments	1	<u>12.417.189</u>
Fixed assets		<u>12.417.189</u>
Assets		<u>12.417.189</u>
Liabilities and equity		
Commitments		265.000.000
Unpaid commitments		-265.000.000
Retained earnings		<u>-4.741.572</u>
Equity		<u>-4.741.572</u>
Trade payables		4.741.572
Other payables		<u>12.417.189</u>
Short-term debt		<u>17.158.761</u>
Debt		<u>17.158.761</u>
Liabilities and equity		<u>12.417.189</u>
Contingent assets, liabilities and other financial obligations	2	
Accounting Policies	3	

Statement of Changes in Equity

	<u>Commitments</u> DKK	<u>Unpaid commitments</u> DKK	<u>Retained earnings</u> DKK	<u>Total</u> DKK
Equity at 18 June	0	0	0	0
Cash payment concerning formation of entity	265.000.000	-265.000.000	0	0
Net profit/loss for the year	<u>0</u>	<u>0</u>	<u>-4.741.572</u>	<u>-4.741.572</u>
Equity at 31 December	<u>265.000.000</u>	<u>-265.000.000</u>	<u>-4.741.572</u>	<u>-4.741.572</u>

Notes to the Financial Statements

1 Fixed asset investments

	Other investments DKK	Convertible loans DKK
Cost at 18 June	0	0
Additions for the year	8.917.189	3.500.000
Cost at 31 December	8.917.189	3.500.000
Carrying amount at 31 December	8.917.189	3.500.000

2 Contingent assets, liabilities and other financial obligations

Contingent liabilities

There are no security and contingent liabilities at 31 December 2020.

Notes to the Financial Statements

3 Accounting Policies

The Annual Report of PreSeed Ventures Tech Fund I K/S for 2020 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 Financial Statements for 2020 are presented in DKK.

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, 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 establishment cost and Management fee.

Gross profit/loss

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

Notes to the Financial Statements

3 Accounting Policies (continued)

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.

Other fixed asset investments

Other fixed asset investments consist of convertible loans.

Financial debts

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