

Modern Technology Solutions ApS

Kompagnistræde 21, 1, th,

1208 København K

CVR No. 41726482

Annual Report

1 January 2022 - 31 December 2022

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 28 June 2023

Stefano Oragano
Chairman

Modern Technology Solutions ApS

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Management's Statement

Management has today considered and approved the annual report for the financial year 1 January 2022 - 31 December 2022 for Modern Technology Solutions ApS.

The annual report, which has not been audited, is presented in accordance with the Danish Financial Statements Act.

Management believes that the financial statements give a true and fair view of the company's assets, liabilities and financial position and of the result.

Management considers the conditions for opting out of audit to be met.

The annual report is submitted for approval by the General Assembly.

Copenhagen, 19 June 2023

Management

Rodrigo Sampaio
Manager

Qazimali Sumar
Manager

Modern Technology Solutions ApS

Company details

Company	Modern Technology Solutions ApS Kompagnistræde 21, 1, th, 1208 København K
CVR No.	41726482
Date of formation	1 September 2020
Financial year	1 January 2022 - 31 December 2022
Management	Rodrigo Sampaio Qazimali Sumar

Management's Review

Principal activities

The Company's objective is to develop and sell software and related business.

Financial development

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

The Company has lost all of the share capital. The management expects the share capital to be restored through the Company's future operation.

Events after the end of the financial year

No events have occurred after the end of the financial year that may have a significant impact on the financial position of the Company.

Accounting Policies

The annual report has been prepared in accordance with the regulation applying to Reporting class B.

The accounting policies applied remain unchanged from last year. Note the capital injection of DKK 1,792,600 has been regrouped to Loan from group enterprises.

The comparative figures in the income statement comprise a period of 16 months from 1 September 2020 - 31 December 2021.

The annual report is presented in Danish kroner DKK.

Recognition and measurement in general

Income is recognised in the profit and loss account concurrently with its realisation, including the recognition of value adjustments of financial assets and liabilities. Likewise, all costs, these including depreciation, amortisation, writedown, provisions, and reversals which are due to changes in estimated amounts previously recognised in the profit and loss account are recognised in the profit and loss account.

Assets are recognised in the balance sheet when the company is liable to achieve future, financial benefits and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the company is liable to lose future, financial benefits and the value of the liability can be measured reliably.

At the first recognition, assets and liabilities are measured at cost. Later, assets and liabilities are measured as described below for each individual accounting item.

At recognition and measurement, such predictable losses and risks are taken into consideration, which may appear before the annual report is presented, and which concerns matters existing on the balance sheet date.

Income statement

Gross profit

Gross profit comprises the external costs for administration, etc.

Financial income and financial expenses

Financial income and financial expenses include interest, financial expenses in connection with capital leases, realised and unrealised exchange rate gains and losses of securities, loans and transactions in foreign currencies, write-off of financial assets and financial commitments, and on account transactions, etc.

Tax on net profit or loss for the year

The tax for the year comprises the current tax for the year and the changes in deferred tax, and it is recognised in the profit and loss account with the share referring to the results for the year and directly in the equity with the share referring to entries directly on the equity.

Balance sheet

Fixture, fittings, tools and equipment

Tangible assets are measured at cost with deduction of accumulated depreciations and write downs.

The cost consists of the purchase price, expenses directly related to the purchase and expenses in relation to preparing the asset until the time when it is taken into service.

Linear depreciations are based on the following assessment of the lifetimes of the assets:

Accounting Policies

Lifetime 3-7 years with a residual value of 0 %.

Profit and loss on disposal of fixture, fittings, tools and equipment is calculated as the difference between the sales price less sales costs and carrying amount at the date of sale. Profit and loss is recognized in the income statement under depreciation.

Deposits

Deposits are measured at cost.

Receivables

Receivables are measured at amortised cost. The value will be reduced by the provision for bad debts.

Current tax and deferred tax

Current tax liabilities and tax receivables are recognised in the balance sheet as calculated tax of taxable income for the financial year adjusted for the tax paid in previous years and paid tax on account.

Deferred tax is measured on all temporary differences arising between the tax values of assets and liabilities and their carrying amounts in the financial statements.

Deferred tax assets, including the tax value of tax loss carry-forwards, are measured at the value at which the asset is expected to be realised, either by elimination against tax on future earnings or by setoff against deferred tax liabilities within the same legal tax entity and jurisdiction.

Deferred tax is measured on the basis of the tax rules and tax rates that under the legislation in force on the balance sheet date would be applicable when the deferred tax is expected to crystallise as current tax. A change in the deferred tax, which is a result of changes to tax rates, is recognised in the income statement with the exception of items that are taken directly to equity.

Liabilities

Other liabilities are measured at amortised cost which usually corresponds to the nominal value.

Translation 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.

Income Statement

	Note	2022 kr.	2020/21 kr.
Gross profit		-1,265,750	-617,426
Other employee expense	1	-10,282,123	-7,928,046
Depreciation, amortisation expense and impairment losses of plant and equipment		-93,137	-135,282
Result from ordinary operating activities		-11,641,010	-8,680,754
Finance income		3,675	0
Finance expenses		-14,606	-11,142
Result from ordinary activities before tax		-11,651,941	-8,691,896
Tax expense		0	0
Result		-11,651,941	-8,691,896
 Proposed distribution of results			
Retained earnings		-11,651,941	-8,691,896
Distribution of result		-11,651,941	-8,691,896

Balance Sheet as of 31 December

	Note	2022 kr.	2021 kr.
Assets			
Fixtures, fittings, tools and equipment		421,298	441,584
Property, plant and equipment		421,298	441,584
Deposits, investments		287,355	268,389
Investments		287,355	268,389
Fixed assets		708,653	709,973
Receivables from group enterprises		194,823	137,267
Other receivables		1,015,389	897,471
Prepayments		11,792	76,252
Receivables		1,222,004	1,110,990
Cash and cash equivalents		1,843,780	0
Current assets		3,065,784	1,110,990
Assets		3,774,437	1,820,963

Balance Sheet as of 31 December

	Note	2022 kr.	2021 kr.
Liabilities and equity			
Contributed capital		40,000	40,000
Paid contributed capital		0	1,792,600
Retained earnings		-20,275,693	-8,691,896
Equity		-20,235,693	-6,859,296
Trade payables		6,901	125,818
Payables to group enterprises		12,325,194	6,957,306
Loan from group enterprises		8,067,837	0
Other payables		3,610,198	1,597,135
Short-term liabilities other than provisions		24,010,130	8,680,259
Liabilities other than provisions within the business		24,010,130	8,680,259
Liabilities and equity		3,774,437	1,820,963

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Statement of changes in Equity

	Contributed capital	Retained earnings	Paid Contributed Capital	Total
Equity 1 January 2022	40,000	-8,691,896	1,792,600	-6,859,296
Changes of equity through corrections of errors	0	68,144	-1,792,600	-1,724,456
Profit (loss)	0	-11,651,941	0	-11,651,941
Equity 31 December 2022	40,000	-20,275,693	0	-20,235,693

Notes

	2022	2020/21
1. Information on average number of employees		
Average number of employees	<u>8</u>	<u>6</u>

2. Disclosure of contingent liabilities

The Company has entered into rental agreements with a termination period.

3. Disclosure of 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 future operation. The Company has received a letter of support from the parent company.