

VRAI ApS
Nybrogade 12
1203 København K
CVR No. 41851279

Annual Report 2022

2. financial year

The Annual Report was presented and adopted at the Annual General Meeting of the Company on 3 August 2023

DocuSigned by:

BD370C975A924B4...
Martin Roland Roscheisen
Chairman

Contents

Management's Statement	3
The independent auditor's report	4
Company Information	6
Management's Review	7
Accounting Policies	8
Income Statement	11
Balance Sheet	12
Notes	14

Management's Statement

Today, Management has considered and adopted the Annual Report of VRAI ApS for the financial year 1 January 2022 - 31 December 2022.

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 2022 and of the results of the Company's operations for the financial year 1 January 2022 - 31 December 2022.

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, 3 August 2023

Executive Board

DocuSigned by:

Martin Roscheisen

— BD370C975A924B4...
Martin Roland Roscheisen

Manager

The independent practitioner's report

To the shareholders of VRAI ApS

Disclaimer of Opinion

We have been chosen to conduct an extended review of the financial statements of VRAI ApS for the financial year 2022, which comprise a summary of significant accounting policies, income statement, balance sheet and notes. The financial statements are prepared under the Danish Financial Statements Act.

We do not express a conclusion on the financial statements. Due to the significance of the facts described in the section 'Basis for Disclaimer of Opinion', we have not been able to obtain sufficient and appropriate evidence that can form the basis for an opinion on the financial statements.

Basis for disclaimer of opinion

In our opinion, the company's bookkeeping does not constitute a reliable basis for preparing the annual report, as there is a significant lack of documentation for recognized income, costs, assets and liabilities. At the time of our statement, the management has been unable to provide adequate documentation for the figures stated in the annual report and therefore we have not been able to conduct an extended review of the Company's annual report.

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.

Practitioner'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

As stated in the section 'Basis for disclaimer of opinion', we have not been able to obtain sufficient and appropriate evidence that can provide a basis for an opinion on the financial statements. We therefore do not issue an opinion on the Management's review.

Reports on other legal and regulatory requirements

Information disclosing violation of the Danish Bookkeeping Act

The Company has not complied with the requirements of the Danish Bookkeeping Act to the effect that an entity's bookkeeping procedures must be planned and carried out in accordance with generally accepted bookkeeping practices, due regard being had to the nature and scope of the entity. The Company's Management may incur liability for violating the Danish Bookkeeping Act.

The independent practitioner's report

Information disclosing violation of the Danish Financial Statements Act

The Company has not complied with the requirements of the Danish Financial Statements Act with regard to upholding deadline for delivering the annual report. The Company Management may incur liability for violating the Danish Financial Statements Act.

Vallensbæk, 3 August 2023

BG Statsautoriserede revisorer ApS
CVR-no. 43196863

Mark Görtler Hansen
State Authorised Public Accountant
mne47840

Company details

Company	VRAI ApS Nyborgade 12 1203 København K
CVR No.	41851279
Date of formation	14 November 2020
Executive Board	Martin Roland Roscheisen, Manager
Auditors	BG Statsautoriserede revisorer ApS Vallensbækvej 65 2625 Vallensbæk CVR-no.: 43196863

Management's Review

The Company's principal activities

The Company's principal activities consist in the import, marketing and sale of jewellery and other products based on artificially produced diamonds.

Development in the activities and the financial situation of the Company

The Company's Income Statement of the financial year 1 January 2022 - 31 December 2022 shows a result of DKK -5.331.005 and the Balance Sheet at 31 December 2022 a balance sheet total of DKK 29.655.647 and an equity of DKK -5.860.488.

Accounting Policies

Reporting Class

The annual report of VRAI ApS for 2022 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

As the financial year 2022 is the Company's first financial year, the Financial Statements with associated notes have been prepared without comparative figures from the previous year.

Reporting currency

The annual report is presented in Danish kroner.

General information

Basis of recognition and measurement

The financial statement have been prepared under the historical cost principle.

Income is recognised in the income statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortized cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortization, 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 accrue 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 attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

At initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the financial statement, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

Income statement

Gross profit

The Company has decided to aggregate certain items of the income statement in accordance with the provisions of Section 32 of the Danish Financial Statements Act.

Gross profit is a combination of the items of revenue, costs for raw materials and consumables and other external expenses.

Revenue

Revenue is recognised in the income statement if the goods 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 and all discounts granted are recognised in revenue.

Accounting Policies

Raw materials and consumables used

Costs for raw materials and consumables comprise the cost of goods purchased less discounts, costs subcontractors and change in inventories for the year.

Other external expenses

Other external expenses include expenses for distribution, sales, advertising, administration, premises, bad debts, operating leasing expenses etc.

Staff costs

Staff costs include wages and salaries including compensated absence and pension to the Companies employees, as well as other social security contributions etc. The item is deducted from refunds from public authorities.

Amortisation and impairment of tangible and intangible assets

Amortization and impairment of intangible assets, property, plant and equipment has been performed based on a continuing assessment of the useful life of the assets in the Company. Non-current assets are amortized on a straight line basis, based on cost, on the basis of the following assessment of useful life and residual values:

Other fixtures and fittings, tools and equipment	3-10 years	0%
Leasehold improvements	5 years	0%

Financial expenses

Financial expenses are recognised in the income statement based at the amounts that concern the financial year. Financial expenses include interest expenses, financial expenses of finance leases, realised and unrealised capital gains and losses regarding securities, accounts payable and transactions in foreign currencies and surcharges under the advance-payment of tax scheme.

Tax on net profit for the year

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

Balance sheet

Property, plant and equipment

The carrying amounts of property plant and equipment are tested annually to determine whether there is any indication of impairment other than what is expressed by amortization and depreciation. If so, the assets are tested for impairment to determine whether the recoverable amounts are lower than the carrying amounts and the relevant assets are written down to such lower recoverable amounts. An impairment test is carried out annually of ongoing development projects, whether or not there is any indication of impairment.

The recoverable amount of an asset is determined as the higher of the net sales price and the value in use. Where the recoverable amount of the individual assets cannot be determined, the assets are grouped together into the smallest group of assets that can be estimated to determine an aggregate reliable recoverable amount for those units.

Deposits

Deposits are measured at cost.

Receivables

Receivables are measured at amortized cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

Accounting Policies

Prepayments, assets

Prepayments recognised in assets comprises prepaid costs regarding subsequent financial years.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank.

Equity

Equity comprises the working capital and a number of equity items that may be statutory or stipulated in the articles of association.

Liabilities

Other payables

Other payables are measured at amortized cost, which usually corresponds to the nominal value.

Accruals and deferred income entered as liabilities

Accruals and deferred income entered as liabilities consist of payments received regarding income in the subsequent financial years.

Income Statement

	Note	2022 DKK	2020/21 DKK
Gross profit		283.453	1.912.527
Staff costs	1	-5.414.117	-2.478.191
Depreciation, amortisation expense and impairment losses of property, plant and equipment and intangible assets recognised in profit or loss		-75.495	0
Profit from ordinary operating activities		-5.206.159	-565.664
Finance expenses		-124.846	28.380
Profit from ordinary activities before tax		-5.331.005	-537.284
Profit		-5.331.005	-537.284
Proposed distribution of results			
Retained earnings		-5.331.005	-537.284
Distribution of profit		-5.331.005	-537.284

Balance Sheet as of 31 December

	Note	2022 DKK	2021 DKK
Assets			
Fixtures, fittings, tools and equipment		48.219	0
Leasehold improvements		429.634	0
Property, plant and equipment		477.853	0
Deposits, investments		123.205	0
Investments		123.205	0
Fixed assets		601.058	0
Short-term trade receivables		1.452.425	1.671.711
Short-term receivables from group enterprises		26.889.959	25.820
Prepayments		375.840	14.168
Receivables		28.718.224	1.711.699
Cash and cash equivalents		336.365	409.623
Current assets		29.054.589	2.121.322
Assets		29.655.647	2.121.322

Balance Sheet as of 31 December

	Note	2022 DKK	2021 DKK
Liabilities and equity			
Contributed capital		40.000	40.000
Retained earnings		-5.900.488	-567.942
Equity		-5.860.488	-527.942
Payables to group enterprises		13.356.263	0
Other payables		21.092.954	2.649.264
Deferred income, liabilities		1.066.918	0
Short-term liabilities		35.516.135	2.649.264
Liabilities		35.516.135	2.649.264
Liabilities and equity		29.655.647	2.121.322

Notes

1. Staff costs

Wages and salaries	4.982.063	2.252.309
Social security contributions	429.938	225.882
Other employee expense	2.116	0
	5.414.117	2.478.191
Average number of employees	1	1

PENNEO

Underskrifterne i dette dokument er juridisk bindende. Dokumentet er underskrevet via Penneo™ sikker digital underskrift.
Underskrivernes identiteter er blevet registereret, og informationerne er listet herunder.

"Med min underskrift bekræfter jeg indholdet og alle datoer i dette dokument."

Mark Gürler Hansen

Statsautoriseret revisor

Serienummer: 26509f24-169f-4c7a-942e-a678424c3e4b

IP: 91.189.xxx.xxx

2023-08-03 19:40:07 UTC



Penneo dokumentnøgle: YU5NZ-GJ7Q8-583WY-EJ7IU-MCVPB-6C1WH

Dette dokument er underskrevet digitalt via **Penneo.com**. Signeringsbeviserne i dokumentet er sikret og valideret ved anvendelse af den matematiske hashværdi af det originale dokument. Dokumentet er låst for ændringer og tidsstemplet med et certifikat fra en betroet tredjepart. Alle kryptografiske signeringsbeviser er indlejet i denne PDF, tilfælde af de skal anvendes til validering i fremtiden.

Sådan kan du sikre, at dokumentet er originalt

Dette dokument er beskyttet med et Adobe CDS certifikat. Når du åbner dokumentet

i Adobe Reader, kan du se, at dokumentet er certificeret af **Penneo e-signature service <penneo@penneo.com>**. Dette er din garanti for, at indholdet af dokumentet er uændret.

Du har mulighed for at efterprøve de kryptografiske signeringsbeviser i ndlejet i dokumentet ved at anvende Penneos validator på følgende websted: <https://penneo.com/validator>