
FRWD Ventures ApS

Mågevej 11, DK-9640 Farsø

Annual Report for 2022

CVR No. 42 37 67 52

The Annual Report was
presented and adopted
at the Annual General
Meeting of the
company
on 24/5 2023

Angelo Agatino
Nicolosi
Chairman of the
general meeting



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Management's statement

The Executive Board has today considered and adopted the Financial Statements of FRWD Ventures ApS for the financial year 1 January - 31 December 2022.

The Annual Report is prepared in accordance with the Danish Financial Statements Act. The Company complies with the exemption provisions governing the omission to have its Financial Statements audited.

In my opinion the Financial Statements give a true and fair view of the financial position at 31 December 2022 of the Company and of the results of the Company operations for 2022.

I recommend that the Financial Statements be adopted at the Annual General Meeting.

Farsø, 24 May 2023

Executive Board

Angelo Agatino Nicolosi
Manager

Practitioner's Statement on Compilation of Financial Statements

To the Management of FRWD Ventures ApS

We have compiled the Financial Statements of FRWD Ventures ApS for the financial year 1 January - 31 December 2022 on the basis of the Company's accounting records and other information you have provided.

The Financial Statements comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies.

We performed our work in accordance with ISRS 4410, Engagements to Compile Financial Information.

Based on our professional expertise, we have assisted you with the preparation and presentation of the Financial Statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions of the Danish Act on Approved Auditors and Audit Firms and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code), including the principles of integrity, objectivity, professional competence and due care.

The Financial Statements and the accuracy and completeness of the information forming the basis of the compilation of the Financial Statements are your responsibility.

As an engagement to compile financial information is not an assurance engagement, we are under no duty to verify the accuracy or completeness of the information you provided to us to compile the Financial Statements. Accordingly, we express no audit opinion or review opinion as to whether the Financial Statements have been prepared in accordance with the Danish Financial Statements Act.

Aalborg, 24 May 2023

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Torben Toft Kristensen

State Authorised Public Accountant

mne27727

Company information

The Company	FRWD Ventures ApS Mågevej 11 DK-9640 Farsø CVR No: 42 37 67 52 Financial period: 1 January - 31 December Incorporated: 3 May 2021 Municipality of reg. office: Vesthimmerland
Executive board	Angelo Agatino Nicolosi
Auditors	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Skelagervej 1A 9000 Aalborg

Income statement 1 January - 31 December

	Note	2022	2021
		DKK 12 months	DKK 8 months
Gross loss		-18,872	-7,058
Income from investments in subsidiaries	2	-502,039	1,041,185
Financial income	3	441	-620
Financial expenses		-13,166	-22
Profit/loss before tax		-533,636	1,033,485
Tax on profit/loss for the year	4	3,969	0
Net profit/loss for the year		-529,667	1,033,485

Distribution of profit

	2022	2021
	DKK	DKK
Proposed distribution of profit		
Proposed dividend for the year	40,000	114,400
Reserve for net revaluation under the equity method	-502,039	541,185
Retained earnings	-67,628	377,900
	-529,667	1,033,485

Balance sheet 31 December

Assets

	Note	2022 DKK	2021 DKK
Investments in subsidiaries	5	79,146	1,081,185
Fixed asset investments		79,146	1,081,185
Fixed assets		79,146	1,081,185
Receivables from group enterprises		281,879	0
Deferred tax asset		3,969	0
Receivables		285,848	0
Cash at bank and in hand		376,858	0
Current assets		662,706	0
Assets		741,852	1,081,185

Balance sheet 31 December

Liabilities and equity

	Note	2022	2021
		DKK	DKK
Share capital		40,000	40,000
Reserve for net revaluation under the equity method		39,146	541,185
Retained earnings		310,272	377,900
Proposed dividend for the year		40,000	114,400
Equity		429,418	1,073,485
Payables to group enterprises		0	5,200
Payables to owners and Management		0	2,500
Corporation tax		292,006	0
Other payables		20,428	0
Short-term debt		312,434	7,700
Debt		312,434	7,700
Liabilities and equity		741,852	1,081,185

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Statement of changes in equity

	Share capital	Reserve for net revaluation under the equity method	Retained earnings	Proposed dividend for the year	Total
	DKK	DKK	DKK	DKK	DKK
Equity at 1 January	40,000	541,185	377,900	114,400	1,073,485
Ordinary dividend paid	0	0	0	-114,400	-114,400
Net profit/loss for the year	0	-502,039	-67,628	40,000	-529,667
Equity at 31 December	40,000	39,146	310,272	40,000	429,418

Notes to the Financial Statements

1. Key activities

The company's purpose is to function as a holding company and to conduct business with investment and financing as well as related business, including owning equities and shares in other companies.

2. Income from investments in subsidiaries

Share of profit/loss in subsidiaries

	<u>2022</u>	<u>2021</u>
	DKK	DKK
	-502,039	1,041,185
	<u>-502,039</u>	<u>1,041,185</u>

3. Financial income

Interest received from group enterprises

Other financial income

	<u>2022</u>	<u>2021</u>
	DKK	DKK
	441	0
	0	-620
	<u>441</u>	<u>-620</u>

4. Income tax expense

Deferred tax for the year

	<u>2022</u>	<u>2021</u>
	DKK	DKK
	-3,969	0
	<u>-3,969</u>	<u>0</u>

Notes to the Financial Statements

	2022	2021
	DKK	DKK
5. Investments in subsidiaries		
Cost at 1 January	40,000	40,000
Cost at 31 December	40,000	40,000
Value adjustments at 1 January	1,041,185	0
Net profit/loss for the year	-502,039	1,041,185
Dividend to the Parent Company	-500,000	0
Value adjustments at 31 December	39,146	1,041,185
Carrying amount at 31 December	79,146	1,081,185

Investments in subsidiaries are specified as follows:

Name	Place of registered office	Share capital	Ownership	Equity	Net profit/loss for the year
YanchWare ApS	Vesthimmerland	40000	100%	79,146	-502,039
				79,146	-502,039

6. Contingent assets, liabilities and other financial obligations

Contingent liabilities

The group companies are jointly and severally liable for tax on the jointly taxed incomes etc of the Group. The total amount of corporation tax payable by the Group amounts to DKK 0. Moreover, the group companies are jointly and severally liable for Danish withholding taxes by way of dividend tax, tax on royalty payments and tax on unearned income. Any subsequent adjustments of corporation taxes and withholding taxes may increase the Group's liability.

Notes to the Financial Statements

7. Accounting policies

The Annual Report of FRWD Ventures ApS for 2022 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 2022 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 expenses for premises, sales as well as office expenses, etc.

Gross loss

With reference to section 32 of the Danish Financial Statements Act, gross profit/loss comprises of other external expenses.

Income from investments in subsidiaries

The item "Income from investments in subsidiaries" in the income statement includes the proportionate share of the profit for the year.

Financial income and expenses

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

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with YanchWare ApS. The tax effect of the joint taxation is allocated to Danish enterprises in proportion to their taxable incomes.

Notes to the Financial Statements

Balance sheet

Investments in subsidiaries

Investments in subsidiaries are recognised and measured under the equity method.

The item “Investments in subsidiaries” in the balance sheet include the proportionate ownership share of the net asset value of the enterprises calculated on the basis of the fair values of identifiable net assets at the time of acquisition with deduction or addition of unrealised intercompany profits or losses and with addition of the remaining value of any increases in value and goodwill calculated at the time of acquisition of the enterprises.

The total net revaluation of investments in subsidiaries is transferred upon distribution of profit to “Reserve for net revaluation under the equity method” under equity. The reserve is reduced by dividend distributed to the Parent Company and adjusted for other equity movements in the subsidiaries.

Subsidiaries with a negative net asset value are recognised at DKK 0. Any legal or constructive obligation of the Parent Company to cover the negative balance of the enterprise is recognised in provisions.

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.

Equity

Dividend

Dividend distribution proposed by Management for the year is disclosed as a separate Dividend item.

Deferred tax assets and liabilities

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

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

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallise as current tax. Any changes in deferred tax due to changes to tax rates are recognised in the income statement or in equity if the deferred tax relates to items recognised in equity.

Current tax receivables and liabilities

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the on-account taxation scheme are recognised in the income statement in financial income and expenses.

Financial debts

Loans are recognised initially at the proceeds received net of transaction expenses incurred. Subsequently, the loans are measured at amortised cost; the difference between the proceeds and the nominal value is recognised as an interest expense in the income statement over the loan period.

Notes to the Financial Statements

Mortgage loans are measured at amortised cost, which for cash loans corresponds to the remaining loan. Amortised cost of debenture loans corresponds to the remaining loan calculated as the underlying cash value of the loan at the date of raising the loan adjusted for depreciation of the price adjustment of the loan made over the term of the loan at the date of raising the loan.

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