

YunExpress Denmark ApS (Under frivillig likvidation)

**Petersdalvej 13, 2.
2770 Kastrup**

CVR no. 42 63 92 30

Annual Report 2023

The Annual Report was presented and adopted at the company's annual general meeting on:

17 April 2024



Zheng Zhang
Chairman

17 / 04 / 2024

ANNUAL REPORT 2023

(3. financial year)

CONTENTS

	<u>Page</u>
Company information	1
Management's statement	2
Practitioner's compilation report	3
Management's review	4
Income statement	5
Balance sheet, assets	6
Balance sheet, liabilities and equity	7
Statement of changes in equity	8
Notes	9
Accounting policies	10-12

COMPANY INFORMATION

Company

YunExpress Denmark ApS (Under frivillig likvidation)
Petersdalvej 13, 2.
2770 Kastrup

CVR no.

42 63 92 30

Financial year

1 January - 31 December

Principal activities

The company's principal activities consist in transport business as well as any related business.

CEO

Zheng Zhang

The company's auditor

Haamann Statsautoriseret Revisionspartnerselskab,
Vojensvej 11
2610 Rødovre
CVR no. 39 40 81 98

MANAGEMENT'S STATEMENTS

The executive board have today presented the annual report for the financial year 1 January - 31 December 2023 for YunExpress Denmark ApS (Under frivillig likvidation).

The annual report is presented in accordance with the Danish Financial Statements Act.

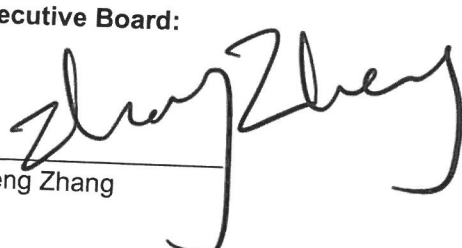
I consider the accounting policies appropriate for the annual report to provide a true and fair view of the company's assets and liabilities, financial position and performance.

Moreover, in my opinion, the management's review includes a fair review of the matters described.

The management confirms that the company comply with the requirements for not having external audit of the annual report.

Kastrup, 17 April 2024

Executive Board:


Zheng Zhang

17 / 04 / 2024

PRACTITIONER'S COMPILATION REPORT

To the Management of YunExpress Denmark ApS (Under frivillig likvidation)

We have compiled the accompanying financial statements of YunExpress Denmark ApS (Under frivillig likvidation) for the financial year 1 January - 31 December 2023 based on information you have provided.

These financial statements comprise a summary of significant accounting policies, income statement, balance sheet and notes.

We performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.


We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant requirements under the Danish Act on Approved Auditors and Audit Firms and FSR – danske revisorer's Code of Ethics, including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with the Danish Financial Statements Act.

Rødovre, 17 April 2024

Haamann Statsautoriseret Revisionspartnerselskab
State Authorized Public Accountant Firm
CVR no. 39 40 81 98


Jan Østergaard
State Authorized Public Accountant
mne30203

MANAGEMENT'S REVIEW

The Company's principal activities

The company's principal activities consist in transport business as well as any related business.

Development in activities and financial affairs

The company had a profit of DKK -475.990, which the company's management considers unsatisfactory.

In the coming year the company expects a satisfactory result.

Financial resources

The company has lost more than half of the company capital. Equity at 31 December 2023 amounts to DKK -911.677. The parent company has injected DKK 3.5 million in cash to reestablish the share capital in 2024.

Events occurring after the end of the financial year

The management has decided to recall the voluntary liquidation and the company should continue its operations.

No events have occurred after the end of the financial year that would materially affect the company's financial position

INCOME STATEMENT
1 January - 31 December 2023

	<u>Note</u>	<u>2023 DKK</u>	<u>2022 TDKK</u>
Gross result		-154.165	-194
Staff costs	1	<u>-319.268</u>	<u>-483</u>
Operating profit and loss		-473.433	-677
Financial income		1.076	0
Financial expenses		<u>-3.633</u>	<u>-1</u>
Profit or loss before tax		-475.990	-678
Tax on profit or loss for the year		<u>0</u>	<u>0</u>
Net profit or loss for the year		<u>-475.990</u>	<u>-678</u>
Proposed distribution of results			
Dividend for the financial year		0	0
Retained earnings		<u>-475.990</u>	<u>-678</u>
		<u>-475.990</u>	<u>-678</u>

BALANCE 31 December 2023

ASSETS

	<u>Note</u>	<u>2023 DKK</u>	<u>2022 TDKK</u>
<u>Fixed assets</u>			
Fixed assets			
Deposits		<u>0</u>	<u>26</u>
		<u>0</u>	<u>26</u>
Fixed assets, total		<u>0</u>	<u>26</u>
<u>Current assets</u>			
Receivables			
Other short-term receivables		<u>2.739</u>	<u>2</u>
		<u>2.739</u>	<u>2</u>
Cash and cash equivalents		<u>3.232</u>	<u>129</u>
Current assets		<u>5.971</u>	<u>131</u>
Assets		<u>5.971</u>	<u>157</u>

BALANCE 31 December 2023

LIABILITIES AND EQUITY

	<u>Note</u>	<u>2023</u> DKK	<u>2022</u> TDKK
<u>Equity</u>	2		
Share capital		370.000	370
Retained earnings		<u>-1.281.677</u>	<u>-805</u>
Total equity		<u>-911.677</u>	<u>-435</u>
<u>Liabilities</u>			
Short-term liabilities other than provisions			
Trade payables		35.000	25
Payables to group enterprises		865.348	558
Other payables		<u>17.300</u>	<u>9</u>
		<u>917.648</u>	<u>592</u>
Total liabilities		<u>917.648</u>	<u>592</u>
Total liabilities and equity		<u>5.971</u>	<u>157</u>

STATEMENT OF CHANGES IN EQUITY

	<u>Contri- buted capital</u>	<u>Retained earnings</u>	<u>Total equity</u>
Equity at 1 January 2023			
Profit (loss)	370.000	-805.687	-435.687
		<u>-475.990</u>	<u>-475.990</u>
Equity at 31 December 2023	<u>370.000</u>	<u>-1.281.677</u>	<u>-911.677</u>

NOTES

	2023 DKK	2022 TDKK
1. <u>Staff costs</u>		
Wages and salaries	314.586	466
Social security costs	4.682	6
Other staff costs	0	11
	<u>319.268</u>	<u>483</u>
 Average number of employees	 <u>1</u>	 <u>1</u>

2. Equity

	Anparts- kapital	Retained earnings	Total
Equity 1 January 2023	370.000	-805.687	-435.687
Net profit for the year		-475.990	-475.990
Equity 31 December 2023	<u>370.000</u>	<u>-1.281.677</u>	<u>-911.677</u>

The company's equity at 31 December 2023 amounts to DKK -911.677 and the company has thus lost more than 50% of the company capital. Management believes that the company's capital will be re-established in its own operations over the coming years.

ACCOUNTING POLICIES

The Annual Report of YunExpress Denmark ApS (Under frivillig likvidation) for 2023 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B with the option of certain provisions for class C.

The accounting policies applied remain unchanged from last year.

General principles for recognition and measurement

Income is recognised in the Income Statement as it is earned, including value adjustments of financial assets and liabilities. All expenses, including depreciation, amortisation and impairment losses, are also 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 financial benefits will flow out of the Company, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Subsequent to initial recognition, assets and liabilities are measured as described below for each individual item.

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.

On recognition and measurement, foreseeable risks and losses arising before the annual report is presented and proving or disproving matters existing on the balance sheet date are taken into consideration.

INCOME STATEMENT

Revenue

Gross profit is made up of net sales less the direct sales costs attributable to net sales and less other external costs. Other operating income and expenses comprise items of a secondary nature to the principal activity of the company.

Income from the sale of goods is recognised in the income statement from the date of delivery and when the risk has passed to the buyer and services are possible to calculate the income reliably. The revenue is calculated exclusive of VAT, charges and discounts.

Other operating income

Other operation income include items of a secondary nature in relation to the company's activities, including profits from the sale of intangible assets and property, plant and equipment.

Other external expenses

Other external expenses include expenses concerning distribution, sale, losses on debtors, auto operations, facilities, small purchases, administration, operational leasing costs etc.

ACCOUNTING POLICIES

Staff expenses

Staff costs include wages and salaries, incl. holiday pay and pensions, as well as other social security costs, etc. of the company's employees. In personnel costs, allowances received from public authorities are deducted.

Financial income and expenses

Financial income and expenses are recognised in the Income Statement with the amounts that concern the financial year. Financial income and expenses include interest income and expenses, realised and unrealised capital gains and losses regarding securities, debt and foreign currency transactions, dividends received from other equity investments, amortisation of financial assets and liabilities as well as surcharges and allowances under the tax repayment scheme.

Tax on net profit/loss 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. Current and deferred tax regarding changes in equity is recognised directly in equity.

BALANCE SHEET

Fixed asset investments

Leasehold deposits are recognised in the balance sheet at cost.

Receivables

Receivables are measured at amortised cost, usually corresponding to nominal value. The value is reduced by impairment losses for bad and doubtful debts

Deferred income

Deferred income recognised under assets comprise of prepaid costs, for the subsequent financial years.

Securities

Securities are recognised under current assets and measured at fair value (market value) on the balance sheet date.

Tax payable and deferred tax

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

ACCOUNTING POLICIES

Deferred tax is measured under the balance-sheet liability method for temporary differences between the carrying amount and the tax base of assets and liabilities. In those cases, e.g. in respect of shares where the calculation of the tax value can be made according to alternative tax rules, deferred tax is measured on the basis of the planned use of the asset or settlement of the liability.

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

Deferred tax is measured on the basis of the tax regulations and rates that according to the rules in force at the reporting date, will be applicable at the time when the deferred tax is expected to crystallise as current tax. Changes in deferred tax as a result of changes in tax rates are recognised in the income statement. For the current year, a tax rate of 22% has been applied.

Liabilities

Financial liabilities are recognised initially at the proceeds received net of transaction costs incurred. In subsequent periods, financial liabilities are measured at amortised cost corresponding to the capitalised value using the effective interest rate, entailing that the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan.

Other debt is measured at amortised cost, usually corresponding to nominal value.

Foreign currency translation

Foreign currency transactions are converted to the exchange rate prevailing at the date of the transaction. Exchange differences arising between the exchange rate prevailing at the transaction date and the exchange rate at the payment date are recognised in the income statement as a net financial income or expense. If currency positions are regarded as a hedge of future cash flows, value adjustments are recognised directly in equity.

Receivables, payables and other monetary items in foreign currencies that have not been settled on the reporting date are measured at the closing exchange rate. The difference between the closing rate and the rate at the time of the establishment of the receivable or payable is recognised in the income statement under financial income and expenses.

Non-current assets purchased in foreign currencies are measured at the exchange rate at the transaction date.