

# **DeafTawk ApS**

**Fruebjergvej 3, 2100 København Ø**

**Company reg. no. 42 78 02 43**

## **Annual report**

**20 October 2021 - 30 June 2022**

The annual report was submitted and approved by the general meeting on the 13 January 2023.

---

**Ali Shabbar**  
Chairman of the meeting

## Contents

---

	<b><u>Page</u></b>
<b>Reports</b>	
Management's statement	1
Independent auditor's report	2
<b>Management's review</b>	
Company information	5
Management's review	6
<b>Financial statements 20 October 2021 - 30 June 2022</b>	
Accounting policies	7
Income statement	8
Balance sheet	9
Statement of changes in equity	11
Notes	12

Notes to users of the English version of this document:

- To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.
- Please note that decimal points remain unchanged from Danish version of the document. This means that DKK 146.940 corresponds to the English amount of DKK 146,940, and that 23,5 % corresponds to 23.5 %.

## **Management's statement**

---

Today, the Managing Director has approved the annual report of DeafTawk ApS for the financial year 20 October 2021 - 30 June 2022.

The annual report has been prepared in accordance with the Danish Financial Statements Act.

I consider the chosen accounting policy to be appropriate, and in my opinion, the financial statements give a true and fair view of the financial position of the Company at 30 June 2022 and of the results of the Company's operations for the financial year 20 October 2021 – 30 June 2022.

At the general meeting held on 13 January 2023, a decision will be made not to have the financial statements audited as from 2022/23 onwards. The Managing Director consider the conditions for audit exemption to be met.

Further, in my opinion, the Management's review gives a true and fair review of the matters discussed in the Management's review.

We recommend that the annual report be approved at the Annual General Meeting.

København Ø, 13 January 2023

**Managing Director**

Ali Shabbar  
CEO

## **Independent auditor's report**

---

### **To the Shareholders of DeafTawk ApS**

#### **Opinion**

We have audited the financial statements of DeafTawk ApS for the financial year 20 October 2021 - 30 June 2022, which comprise a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes, for the Company. The financial statements are prepared under the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 30 June 2022, and of the results of the Company's operations for the financial year 20 October 2021 - 30 June 2022 in accordance with the Danish Financial Statements Act.

#### **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' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Emphasis of Matter**

We draw attention to note 1, in which the management explains the company's capital availability. The company's capital owners have given an undertaking to provide liquidity to the extent that it may be necessary, so that the company can continue its normal operations. The management has also prepared a budget for 2023 showing increased revenue, however uncertainties lies within the figures.

Our conclusion is not modified as a result of this matter.

#### **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.

## Independent auditor's report

---

### 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 judgment and maintain professional skepticism throughout the 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.

## **Independent auditor's report**

---

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 required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that Management's Review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement of Management's Review.

Copenhagen, 13 January 2023

### **Grant Thornton**

State Authorised Public Accountants  
Company reg. no. 34 20 99 36

### **Sebastian With Raunstrup**

State Authorised Public Accountant  
mne36191

## **Company information**

---

### **The company**

DeafTawk ApS  
Fruebjergvej 3  
2100 København Ø

Company reg. no. 42 78 02 43  
Financial year: 20 October - 30 June

### **Managing Director**

Ali Shabbar, CEO

### **Auditors**

Grant Thornton, Statsautoriseret Revisionspartnerselskab  
Stockholmsgade 45  
2100 København Ø

## **Management's review**

---

### **The principal activities of the company**

The company's purpose is to work for the strengthening of the global deaf community by providing digital sign language translation services and related business.

### **Development in activities and financial matters**

The gross loss for the year totals DKK -74.000. Income or loss from ordinary activities after tax totals DKK -74.000. Management considers the net profit or loss for the year less satisfactory.

### **Capital resources and going concern**

The company has lost more than 50% of the company's capital, and as a consequence is covered by section 119 of the Danish Companies Act. The management is aware of this and expect to reestablish the equity by future earnings. We refer to note 1 to the Financial Statements disclosing that the company has prepared a budget for 2023 and received a letter of support from the capital owners. A budget has uncertainties but the management believe in increased earnings in 2023. With the budget and the letter of support the Financial Statements is prepared on the assumption of the Company continuing as a going concern.



## **Accounting policies**

---

The annual report for DeafTawk ApS has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class B enterprises. Furthermore, the company has decided to comply with certain rules applying to reporting class C enterprises.

The annual report is presented in DKK. The annual report comprises the first financial year and hence comparative figures are not available.

### **Income statement**

#### **Gross loss**

Gross loss comprises external costs.

Other external expenses comprise administration costs.

#### **Financial income and expenses**

Financial income and expenses are recognised in the income statement with the amounts concerning the financial year. Financial income and expenses comprise interest income and expenses, financial expenses from financial leasing, realised and unrealised capital gains and losses relating to securities, debt and transactions in foreign currency, amortisation of financial assets and liabilities as well as surcharges and reimbursements under the advance tax scheme, etc.

#### **Tax on net profit or loss for the year**

Tax for the year comprises the current income tax for the year and changes in deferred tax and is recognised in the income statement with the share attributable to the net profit or loss for the year and directly in equity with the share attributable to entries directly in equity.

### **Statement of financial position**

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank and on hand.

#### **Liabilities other than provisions**

Other liabilities concerning payables to suppliers, group enterprises, and other payables are measured at amortised cost which usually corresponds to the nominal value.

## Income statement

---

All amounts in DKK.

<u>Note</u>	20/10 2021 - 30/6 2022
<b>Gross profit</b>	<b>-74.374</b>
2 Other financial expenses	-94
<b>Pre-tax net profit or loss</b>	<b>-74.468</b>
Tax on net profit or loss for the year	0
<b>Net profit or loss for the year</b>	<b>-74.468</b>
 <b>Proposed appropriation of net profit:</b>	
Allocated from retained earnings	-74.468
<b>Total allocations and transfers</b>	<b>-74.468</b>

**Balance sheet**

---

All amounts in DKK.

<b>Assets</b>	
<u>Note</u>	<u>30/6 2022</u>
<b>Current assets</b>	
Cash and cash equivalents	<u>34.978</u>
<b>Total current assets</b>	<u><b>34.978</b></u>
<b>Total assets</b>	<u><b>34.978</b></u>

**Balance sheet**

All amounts in DKK.

<u>Note</u>	<u>30/6 2022</u>
<b>Equity and liabilities</b>	
<b>Equity</b>	
Contributed capital	40.000
Retained earnings	-74.468
<b>Total equity</b>	<b>-34.468</b>
<b>Liabilities other than provisions</b>	
Payables to shareholders and management	49.128
Total long term liabilities other than provisions	49.128
Trade payables	20.000
Other payables	318
Total short term liabilities other than provisions	20.318
<b>Total liabilities other than provisions</b>	<b>69.446</b>
<b>Total equity and liabilities</b>	<b>34.978</b>

**1 Uncertainties concerning the enterprise's ability to continue as a going concern**

**Statement of changes in equity**

---

All amounts in DKK.

	<u>Contributed capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 20 October 2021	40.000	0	40.000
Retained earnings for the year	<u>0</u>	<u>-74.468</u>	<u>-74.468</u>
	<b><u>40.000</u></b>	<b><u>-74.468</u></b>	<b><u>-34.468</u></b>

## Notes

---

All amounts in DKK.

**1. Uncertainties concerning the enterprise's ability to continue as a going concern**

The company has lost more than 50% of the company's capital, and as a consequence is covered by section 119 of the Danish Companies Act. The management is aware of this and expect to reestablish the equity by future earnings. We refer to note 1 to the Financial Statements disclosing that the company has prepared a budget for 2023 and received a letter of support letter from the capital owners. A budget has uncertainties but the management believe in increased earnings in 2023. With the budget and the letter of support the Financial Statements is prepared on the assumption of the Company continuing as a going concern.

20/10 2021  
- 30/6 2022

---

**2. Other financial expenses**

Other financial costs

94

---

**94**

---