

LUCID DENMARK APS
C/O Intertrust (Odense) A/S,
Sundkrogsgade 21,
2100 København Ø

Annual report for the period
26 April to 31 December 2022

Adopted at the annual general meeting on
June 30, 2023

DocuSigned by:

Sherry Ann House

Sherry Ann House

chairman

CVR-nr. 43 22 67 03

TABLE OF CONTENTS

| | Page |
|---|-------------|
| Statements | |
| Statement by management on the annual report | 3 |
| Auditor's report on compilation of the financial statements | 4 |
| | |
| Management's review | |
| Company details | 5 |
| Management's review | 6 |
| | |
| Financial statements | |
| Accounting policies | 7 |
| Income statement 26 April 2022 - 31 December 2022 | 9 |
| Balance sheet at 31 December 2022 | 10 |
| Notes | 12 |

STATEMENT BY MANAGEMENT ON THE ANNUAL REPORT

The executive board has today discussed and approved the annual report of Lucid Denmark ApS for the financial year 26 April - 31 December 2022.

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

In my opinion, the financial statements give a true and fair view of the company's financial position at 31 December 2022 and of the results of the company's operations for the financial year 26 April - 31 December 2022.

In my opinion, management's review includes a fair review of the matters dealt with in the management's review.

Management recommends to the company in general meeting that the financial statements for 2023 are not to be audited. Management considers the criteria for not auditing the financial statements to be met.

The financial statements have not been audited. Management considers the criteria for not auditing the financial statements to be met.

Management recommends that the annual report should be approved by the company in general meeting.

Copenhagen, 21 June 2023

Executive board

DocuSigned by:



Sherry Ann House

Director

7373 Gateway Blvd
Newark, California 94560 USA

The company in general meeting has resolved that the financial statements for the coming financial year are not be audited.

AUDITOR'S REPORT ON COMPILATION OF THE FINANCIAL STATEMENTS

To the shareholder of Lucid Denmark ApS

We have compiled the financial statements of Lucid Denmark ApS for the financial year 26 April - 31 December 2022 based on the company's bookkeeping records and other information made available by enterprise.

The financial statements comprises a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes.

We performed the engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our professional expertise to assist the enterprise in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We complied with the relevant provisions of the Danish Act on Approved Auditors and with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), including principles relating to integrity, objectivity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile the financial statements are the enterprise's responsibility.

As a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information provided by enterprise for our compilation of the financial statements. Accordingly, we do not express an audit or a review conclusion on whether the financial statements have been prepared in accordance with the Danish Financial Statements Act.

Copenhagen, 21 June 2023

MAZARS

Statsautoriseret Revisionspartnerselskab
CVR no. 31 06 17 41

Karsten Vedel
State authorized accountant
MNE no. mne47841

COMPANY DETAILS

The company

Lucid Denmark ApS
C/O Intertrust (Odense) A/S
Sundkrogsgade 21
2100 København Ø

CVR no.: 43 22 67 03

Reporting period: 26 April - 31 December 2022

Domicile: Copenhagen

Executive board

Sherry Ann House, director
7373 Gateway Blvd
Newark, California 94560 USA

MANAGEMENT'S REVIEW

Business review

The company's purpose is distribution, sale, repair and service of electric vehicles and electric energy storage solutions and all related parts, accessories and merchandise. This includes, but is not limited to, the sale of financial products in connection with the sale of cars, such as loans, leases and insurance, and the performance of maintenance and collision repairs. The company will also provide consulting services to third parties and enter into general collaborations and partnerships to promote the installation and optimization of charging infrastructure for electric vehicles. The company will engage in the import and export of all products and related modules, parts and accessories in connection with its sales and service of vehicles and electric energy storage solutions, as well as manage the logistics in connection with its activities.

Financial review

The company's income statement for the year ended 31 December 2022 shows a profit of DKK 0, and the balance sheet at 31 December 2022 shows equity of DKK 40.000.

Significant events occurring after the end of the financial year

No events have occurred after the balance sheet date which could significantly affect the company's financial position.

ACCOUNTING POLICIES

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

The annual report for 2022 is presented in DKK

As 2022 is the company's first reporting period, no comparatives have been presented.

Basis of recognition and measurement

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, depreciation 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 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 from the company and the value of the liability can be measured reliably.

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

Certain financial assets and liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated as the historic cost less any installments and plus/less the accumulated amortisation of the difference between the cost and the nominal amount.

On recognition and measurement, allowance is made for predictable losses and risks which occur before the annual report is presented and which confirm or invalidate matters existing at the balance sheet date.

Income statement

Gross profit

In pursuance of section 32 of the Danish Financial Statements Act, the company does not disclose its revenue.

Gross profit reflects an aggregation of revenue, changes in inventories of finished goods and work in progress and other operating income less costs of raw materials and consumables and other external expenses.

Other external expenses

Other external expenses include expenses related to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts that relate to the financial year. Net financials include interest income and expenses, financial expenses relating to finance leases, realised and unrealised capital/exchange gains and losses on securities, liabilities and foreign currency transactions, amortisation of financial assets and liabilities and surcharges and allowances under the Danish Tax Prepayment Scheme, etc.

ACCOUNTING POLICIES

Tax on profit/loss for the year

Tax for the year, which comprises the current tax charge for the year and changes in the deferred tax charge, is recognised in the income statement as regards the portion that relates to the profit/loss for the year and directly in equity as regards the portion that relates to entries directly in equity.

Balance sheet

Receivables

Receivables are measured at amortised cost.

Cash and cash equivalents

Cash and cash equivalents comprise cash and deposits at banks.

Equity

Dividends

Proposed dividends are disclosed as a separate item under equity. Dividends are recognised as a liability when declared by the annual general meeting of shareholders.

Income tax and deferred tax

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

Deferred tax is measured according to the liability method in respect of temporary differences between the carrying amount of assets and liabilities and their tax base, calculated on the basis of the planned use of the asset and settlement of the liability, respectively. Deferred tax is measured at net realisable value.

Deferred tax is measured according to the tax rules and at the tax rates applicable in the respective countries at the balance sheet date when the deferred tax is expected to crystallise as current tax. Deferred tax adjustments resulting from changes in tax rates are recognised in the income statement, with the exception of items taken directly to equity.

Deferred tax assets, including the tax base of tax losses allowed for carry forward, are measured at the value to which the asset is expected to be realised, either as a set-off against tax on future income or as a set-off against deferred tax liabilities within the same legal tax entity. Any deferred net tax assets are measured at net realisable value.

Liabilities

Liabilities, which include trade payables, payables to group entities and other payables, are measured at amortised cost, which is usually equivalent to nominal value.

INCOME STATEMENT 26 APRIL 2022 - 31 DECEMBER 2022

| | <u>Note</u> | <u>2022</u> DKK |
|---|-------------|--------------------|
| Gross profit | | <u>0</u> |
| Profit/loss before tax | | 0 |
| Tax on profit/loss for the year | | <u>0</u> |
| Profit/loss for the year | | <u>0</u> |
| | | |
| Recommended appropriation of profit/loss | | <u>0</u> |

BALANCE SHEET AT 31 DECEMBER 2022

| | <u>Note</u> | <u>2022</u> DKK |
|---------------------------------|-------------|------------------------------|
| ASSETS | | |
| Receivables from group entities | | <u>371.850</u> |
| Receivables | | <u>371.850</u> |
| Cash at bank and in hand | | <u>40.000</u> |
| Total current assets | | <u>411.850</u> |
| Total assets | | <u><u>411.850</u></u> |

BALANCE SHEET AT 31 DECEMBER 2022

| | <u>Note</u> | <u>2022</u> DKK |
|-------------------------------------|-------------|------------------------------|
| EQUITY AND LIABILITIES | | |
| Share capital | | <u>40.000</u> |
| Equity | | <u>40.000</u> |
| Payables to group entities | | <u>371.850</u> |
| Total current liabilities | | <u>371.850</u> |
| Total liabilities | | <u>371.850</u> |
| Total equity and liabilities | | <u><u>411.850</u></u> |

NOTES

| | <u>2022</u> |
|-----------------------------|-------------|
| | DKK |
| 1 STAFF COSTS | |
| Average number of employees | <u>0</u> |

2 RELATED PARTIES AND OWNERSHIP STRUCTURE

Ownership structure

According to the company's register of shareholders, the following shareholder holds at least 5% of the votes or at least 5% of the share capital:

Lucid Europe B.V.
Amsteldijk 166 Fifth Floor
Amsterdam
NH 1079 LH