

Autocycle International ApS

**Fruebjergvej 3
2100 Copenhagen**

CVR no. 43 32 47 64

Annual Report 2022/23

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

05 January 2024



May Chi Lam
Chairman

ANNUAL REPORT 2022/23

(1. financial year)

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COMPANY INFORMATION

Company

Autocycle International ApS
Fruebjergvej 3
2100 Copenhagen

CVR no.

43 32 47 64

Financial year

1 July - 30 June, the first financial year is the period from 02 June 2022 to 30 June 2023.

Principal activities

The company's principal activities consist in carrying out trade and service activities as well as related activities.

CEO

Xiayu Feng
Guanrun Feng
Mau Chi Lam

The company's auditor

Haamann A/S, State Authorized Public Accountant Firm
Filmbyen 20
2650 Hvidovre
CVR no. 24 25 69 95

MANAGEMENT'S STATEMENTS

The executive board has today presented the annual report for the financial year 2 June 2022 - 30 June 2023 for Autocycle International ApS.

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


We consider the accounting policies appropriate for the annual report to provide a true and fair view of the company's assets and liabilities, cash flow statement, financial positions and performance.

Moreover, in our 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.

Copenhagen, 5 January 2024

Executive Board:



Xiayu Feng



Guanrun Feng



Mau Chi Lam

PRACTITIONER'S COMPILATION REPORT

To the Management of Autocycle International ApS

We have compiled the accompanying financial statements of Autocycle International ApS based on information you have provided. These financial statements comprise the statement of financial position of Autocycle International ApS as at 30 June 2023, the statement of income and statement of changes in equity for the year then ended, and a summary of significant accounting policies.

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

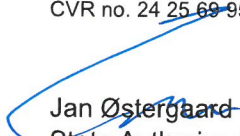
We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with the Danish Financial Statement Act . We have complied with relevant ethical requirements in International Ethics Standards Board for Accountants' international guidelines on the ethical conduct of professional auditors (IESBA Code), 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 Statement Act.

Hvidovre, 5 January 2024

HAAMANN A/S
State Authorized Public Accountant Firm
CVR no. 24 25 69 95


~~Jan Østergaard~~
State Authorized Public Accountant
mne30203

MANAGEMENT'S REVIEW

The Company's principal activities

The company's principal activities consist in carrying out trade and service activities as well as related activities.

Uncertainty as to recognition and measurement

No material uncertainties have affected the annual report.

Exceptional circumstances

No exceptional circumstances have occurred in the financial year.

Development in activities and financial affairs

The company had a result of DKK -767.531, 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 30 June 2023 amounts to DKK -727.531. It is the company's management's expectation that the company's share capital will be re-established as a result of future positive results.

In accordance with section 119 of the Danish Companies Act, the company's management at the annual general meeting will account for the company's financial position and present an action plan to re-establish the company capital.

The management confirms that the initiation of a plan to re-establish share capital, which can be achieved either through further capital contributions or by generating additional revenue.

Events occurring after the end of the financial year

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

INCOME STATEMENT
2 June 2022 - 30 June 2023

	<u>Note</u>	2022/23 13 months <u>DKK</u>
Gross result		-124.039
Staff costs	1	<u>-859.146</u>
Operating profit and loss		-983.185
Other finance expenses		<u>-346</u>
Profit or loss before tax		-983.531
Tax on profit or loss for the year		<u>216.000</u>
Net profit or loss for the year		<u>-767.531</u>
 Proposed distribution of results		
Dividend for the financial year		0
Retained earnings		<u>-767.531</u>
		<u>-767.531</u>

BALANCE 30 June 2023

ASSETS

	<u>Note</u>	<u>2022/23</u> <u>DKK</u>
<u>Current assets</u>		
Receivables		
Other short-term receivables		0
Deferred tax assets		<u>216.000</u>
		<u>216.000</u>
Cash and cash equivalents		<u>0</u>
Current assets		<u>216.000</u>
Assets		<u>216.000</u>

BALANCE 30 June 2023

LIABILITIES AND EQUITY

	<u>Note</u>	<u>2022/23</u> <u>DKK</u>
<u>Equity</u>		
Share capital		40.000
Retained earnings		<u>-767.531</u>
Total equity		<u>-727.531</u>
<u>Liabilities</u>		
Short-term liabilities other than provisions		
Trade payables		15.000
Payables to group enterprises		900.883
Other payables		<u>27.648</u>
		<u>943.531</u>
Total liabilities		<u>943.531</u>
Total liabilities and equity		<u>216.000</u>
Uncertainties relating to going concern	2	

STATEMENT OF CHANGES IN EQUITY

Equity

	<u>Share capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity 2 June 2022	40.000	0	40.000
Net profit for the year		-767.531	-767.531
Equity 30 June 2023	<u>40.000</u>	<u>-767.531</u>	<u>-727.531</u>

NOTES

	2022/23 DKK
1. <u>Staff costs</u>	
Wages and salaries	710.326
Pension	145.412
Social security costs	<u>3.408</u>
	<u>859.146</u>
 Average number of employees	 <u>1</u>

2. Uncertainties relating to going concern

The company has lost its own funds. The company's management has presented an action plan for the re-establishment of the share capital. A statement of support has been made to the company from an affiliated company in the group. The financial statements have thus been prepared for going concern purposes.

ACCOUNTING POLICIES

The Annual Report of Autocycle International ApS for 2022/23 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.

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 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

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.

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.

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.

ACCOUNTING POLICIES

Liabilities

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.