

Compusoft Danmark A/S

Lollandsvej 4, 7400 Herning

CVR no. 25 48 74 94

Annual report 2023

Approved at the Company's annual general meeting on 8 March 2024

Chair of the meeting:

A handwritten signature in black ink, appearing to read 'Lars Rosager', written over a horizontal dotted line.

Lars Rosager

Contents

Statement by the Board of Directors and the Executive Board	2
Independent auditors' report on the compilation of financial statements	3
Management's review	4
Financial statements 1 January - 31 December	6
Income statement	6
Balance sheet	7
Statement of changes in equity	8
Notes to the financial statements	9

Statement by the Board of Directors and the Executive Board

Today, the Board of Directors and the Executive Board have discussed and approved the annual report of Composoft Danmark A/S for the financial year 1 January - 31 December 2023.

The annual report, which has not been audited, has been prepared in accordance with the provisions of the Danish Financial Statements Act. The Board of Directors and the Executive Board have considered the criteria for omission of audit to be met.

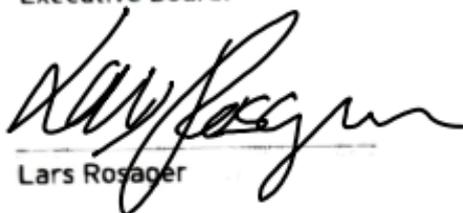
In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2023 and of the results of the Company's operations for the financial year 1 January - 31 December 2023.

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

We recommend that the annual report be approved at the annual general meeting.

Herring, 8 March 2024

Executive Board:

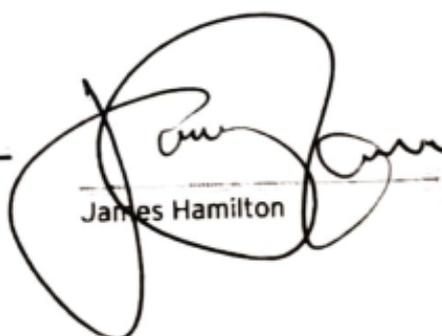


Lars Rosager

Board of Directors:



David Tombre
Chairman



James Hamilton



Lars Rosager

Independent auditor's report on the compilation of financial statements

To the general management of Composoft Danmark A/S

We have compiled the financial statements of Composoft Danmark A/S for the financial year 1 January - 31 December 2023 based on the Company's bookkeeping and other information provided.

The financial statements comprise an income statement, balance sheet, statement of changes in equity and notes, including accounting policies.

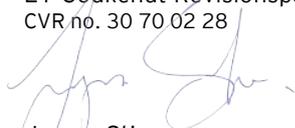
We performed this compilation engagement in accordance with ISRS 4410 *Compilation Engagements*.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant requirements in the Danish Auditors Act and International Ethics Standards Board for Professional Accountants' International Code of Ethics for Professional Accountants (IESBA Code), including principles of 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 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 the financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether the financial statements are prepared in accordance with the Danish Financial Statements Act.

Herning, 8 March 2024
EY Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28



Jesper Stier
State Authorised Public Accountant
mne42245

Management's review

Company details

Name	Compusoft Danmark A/S
Address, Postal code, City	Lollandsvej 4, 7400 Herning
CVR no.	25 48 74 94
Established	1 July 2000
Registered office	Herning
Financial year	1 January - 31 December
Board of Directors	David Tombre, Chairman James Hamilton Lars Rosager
Executive Board	Lars Rosager
Accountant	EY Godkendt Revisionspartnerselskab Dalgasgade 27, 3. sal, 7400 Herning, Denmark

Management's review

Business review

The company's main activity is to develop, trade and maintain software, as well as related business.

Financial review

The income statement for 2023 shows a profit of DKK 1,328,174 against a profit of DKK 764,628 last year, and the balance sheet at 31 December 2023 shows equity of DKK 2,719,482.

Events after the balance sheet date

No events materially affecting the Company's financial position have occurred subsequent to the financial year-end.

Financial statements 1 January - 31 December

Income statement

Note	DKK	2023	2022
	Gross profit	4,977,825	4,904,233
2	Staff costs	-3,435,841	-3,820,215
	Amortisation/depreciation and impairment of property, plant and equipment	-77,207	-82,788
	Profit before net financials	1,464,777	1,001,230
3	Financial income	268,402	14,628
4	Financial expenses	-28,213	-34,590
	Profit before tax	1,704,966	981,268
5	Tax for the year	-376,792	-216,640
	Profit for the year	1,328,174	764,628
	Recommended appropriation of profit		
	Proposed dividend recognised under equity	1,500,000	0
	Retained earnings/accumulated loss	-171,826	764,628
		1,328,174	764,628

Financial statements 1 January - 31 December

Balance sheet

Note	DKK	2023	2022
	ASSETS		
	Non-current assets		
6	Property, plant and equipment		
	Other fixtures and fittings, tools and equipment	76,545	126,339
	Leasehold improvements	15,087	28,372
		<u>91,632</u>	<u>154,711</u>
7	Financial assets		
	Deposits, investments	114,840	114,840
		<u>114,840</u>	<u>114,840</u>
	Total non-current assets	<u>206,472</u>	<u>269,551</u>
	Current assets		
8	Receivables		
	Trade receivables	425,604	81,922
	Receivables from group entities	8,600,000	0
	Deferred income	153,919	139,075
		<u>9,179,523</u>	<u>220,997</u>
	Cash	906,353	2,422,658
	Total current assets	<u>10,085,876</u>	<u>2,643,655</u>
	TOTAL ASSETS	<u><u>10,292,348</u></u>	<u><u>2,913,206</u></u>
	EQUITY AND LIABILITIES		
	Equity		
9	Share capital	500,000	500,000
	Retained earnings	719,482	891,308
	Dividend proposed for the year	1,500,000	0
	Total equity	<u>2,719,482</u>	<u>1,391,308</u>
	Liabilities		
	Non-current liabilities		
	Deferred tax	25,275	25,497
	Total non-current liabilities	<u>25,275</u>	<u>25,497</u>
	Current liabilities		
	Trade payables	78,714	76,355
	Payables to group entities	5,733,800	106,798
	Income taxes payable	307,014	154,770
	Other payables	1,428,063	1,158,478
	Total current liabilities	<u>7,547,591</u>	<u>1,496,401</u>
	Total liabilities	<u>7,572,866</u>	<u>1,521,898</u>
	TOTAL EQUITY AND LIABILITIES	<u><u>10,292,348</u></u>	<u><u>2,913,206</u></u>

- 1 Accounting policies
- 10 Contractual obligations and contingencies, etc.
- 11 Security and collateral
- 12 Related parties

Financial statements 1 January - 31 December

Statement of changes in equity

DKK	Share capital	Retained earnings	Dividend proposed for the year	Total
Equity at 1 January 2022	500,000	126,680	500,000	1,126,680
Transfer through appropriation of profit	0	764,628	0	764,628
Dividend distributed	0	0	-500,000	-500,000
Equity at 1 January 2023	500,000	891,308	0	1,391,308
Transfer through appropriation of profit	0	-171,826	1,500,000	1,328,174
Equity at 31 December 2023	500,000	719,482	1,500,000	2,719,482

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies

The annual report of Compusoft Danmark A/S for 2023 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B entities and elective choice of certain provisions applying to reporting class C entities.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

Reporting currency

The financial statements are presented in Danish kroner (DKK).

Income statement

Revenue

The Company has chosen IAS 11/IAS 18 as interpretation for revenue recognition.

Income from the sale of goods for resale and finished goods is recognised in revenue when the most significant rewards and risks have been transferred to the buyer and provided the income can be measured reliably and payment is expected to be received. The date of the transfer of the most significant rewards and risks is based on standardised terms of delivery based on Incoterms® 2020.

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. All discounts and rebates granted are recognised in revenue.

Gross profit

The items revenue, cost of sales and external expenses have been aggregated into one item in the income statement called gross profit in accordance with section 32 of the Danish Financial Statements Act.

Cost of sales

Cost of sales includes royalty etc. paid to CS Catalogue Service LTD, a company which is part of the group.

Other external expenses

Other external expenses include the year's expenses relating to the Company's core activities, including expenses relating to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

Staff costs

Staff costs include wages and salaries, including compensated absence and pensions, as well as other social security contributions, etc. made to the entity's employees.

Depreciation

The item comprises depreciation of property, plant and equipment.

The basis of depreciation, which is calculated as cost less any residual value, is depreciated on a straight line basis over the expected useful life. The expected useful lives of the assets are as follows:

Other fixtures and fittings, tools and equipment	3-5 years
Leasehold improvements	7 years

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Financial income and expenses

Financial income and expenses are recognised in the income statements at the amounts that concern the financial year. Net financials include interest income and expenses as well as allowances and surcharges under the advance-payment-of-tax scheme, etc.

Tax

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments. The portion of the tax for the year that relates to the profit/loss for the year is recognised in the income statement, whereas the portion that relates to transactions taken to equity is recognised in equity.

Balance sheet

Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes the acquisition price and costs directly related to the acquisition until the time at which the asset is ready for use.

Receivables

The Company has chosen IAS 39 as interpretation for impairment write-down of financial receivables. Receivables are measured at amortised cost.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable has been impaired, an impairment loss is recognised on an individual basis.

Receivables in respect of which there is no objective evidence of individual impairment are tested for objective evidence of impairment on a portfolio basis. The portfolios are primarily based on the debtors' domicile and credit ratings in line with the Company's risk management policy. The objective evidence applied to portfolios is determined based on historical loss experience.

Impairment losses are calculated as the difference between the carrying amount of the receivables and the present value of the expected cash flows, including the realisable value of any collateral received. The effective interest rate for the individual receivable or portfolio is used as discount rate.

Prepayments

Prepayments recognised under "Assets" comprise prepaid expenses regarding subsequent financial reporting years.

Cash

Given the nature of the Group's cash pool arrangement, cash pool balances are not considered cash, but are recognised under "Receivables from group entities".

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Equity

Proposed dividends

Dividend proposed for the year is recognised as a liability once adopted at the annual general meeting (declaration date). Dividends expected to be distributed for the financial year are presented as a separate item under "Equity".

Income taxes

Current tax payables and receivables are recognised in the balance sheet as the estimated income tax charge for the year, adjusted for prior-year taxes and tax paid on account.

Deferred tax is measured according to the liability method on all temporary differences between the carrying amount and the tax base of assets and liabilities. However, deferred tax is not recognised on temporary differences relating to goodwill which is not deductible for tax purposes and on office premises and other items where temporary differences, apart from business combinations, arise at the date of acquisition without affecting either profit/loss for the year or taxable income. Where alternative tax rules can be applied to determine the tax base, deferred tax is measured based on Management's intended use of the asset or settlement of the liability, respectively.

Deferred tax is measured according to the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Deferred tax assets are recognised at the expected value of their utilisation; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Changes in deferred tax due to changes in the tax rate are recognised in the income statement.

Other payables

Other payables are measured at net realisable value.

Financial statements 1 January - 31 December

Notes to the financial statements

DKK	2023	2022	
2 Staff costs			
Wages/salaries	3,138,586	3,479,384	
Pensions	261,201	295,331	
Other social security costs	36,054	45,500	
	<u>3,435,841</u>	<u>3,820,215</u>	
Average number of full-time employees	<u>5</u>	<u>6</u>	
3 Financial income			
Interest receivable, group entities	268,226	5,759	
Other financial income	176	8,869	
	<u>268,402</u>	<u>14,628</u>	
4 Financial expenses			
Other financial expenses	28,213	34,590	
	<u>28,213</u>	<u>34,590</u>	
5 Tax for the year			
Estimated tax charge for the year	377,014	220,770	
Deferred tax adjustments in the year	-222	-4,130	
	<u>376,792</u>	<u>216,640</u>	
6 Property, plant and equipment			
DKK	Other fixtures and fittings, tools and equipment	Leasehold improvements	Total
Cost at 1 January 2023	577,011	270,065	847,076
Additions in the year	14,128	0	14,128
Disposals in the year	-42,062	0	-42,062
Cost at 31 December 2023	<u>549,077</u>	<u>270,065</u>	<u>819,142</u>
Impairment losses and depreciation at 1 January 2023	450,672	241,693	692,365
Amortisation/depreciation in the year	63,922	13,285	77,207
Reversal of prior-year impairment losses	-42,062	0	-42,062
Impairment losses and depreciation at 31 December 2023	<u>472,532</u>	<u>254,978</u>	<u>727,510</u>
Carrying amount at 31 December 2023	<u>76,545</u>	<u>15,087</u>	<u>91,632</u>
Depreciated over	<u>3-5 years</u>	<u>7 years</u>	

Financial statements 1 January - 31 December

Notes to the financial statements

7 Financial assets

DKK	<u>Deposits, investments</u>
Cost at 1 January 2023	114,840
Cost at 31 December 2023	114,840
Carrying amount at 31 December 2023	<u>114,840</u>

8 Receivables

Receivables from group entities include the company's share of the Group's Cash pool as well as other receivables.

DKK	<u>2023</u>	<u>2022</u>
9 Share capital		
Analysis of the share capital:		
500 shares of DKK 1,000.00 nominal value each	500,000	500,000
	<u>500,000</u>	<u>500,000</u>

The Company's share capital has remained DKK 500,000 over the past 5 years.

10 Contractual obligations and contingencies, etc.

Other financial obligations

The total liability on rent per 31 December 2023 amounts to DKK 406, with remaining contract terms of 12 months.

11 Security and collateral

The Company has not provided any security or other collateral in assets at 31 December 2023.

12 Related parties

Compusoft Danmark A/S' related parties comprise the following:

Parties exercising control

<u>Related party</u>	<u>Domicile</u>	<u>Basis for control</u>
Compusoft AS	Nordbergsvigen 22, N-1740 Borgengaugen	Sole owner of share capital