

# **Nordcloud ApS**

Strandvejen 70, 2.

2900 Hellerup

CVR No. 35648909

## **Annual Report 2020**

7. financial year

The Annual Report was presented and adopted at the Annual General Meeting of the Company on 15 April 2021

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Jan Kritz  
Chairman

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## **Management's Statement**

Today, Management has considered and adopted the Annual Report of Nordcloud ApS for the financial year 1 January 2020 - 31 December 2020.

The Annual Report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the Financial Statements give a true and fair view of the assets, liabilities and financial position of the Company at 31 December 2020 and of the results of the Company's operations for the financial year 1 January 2020 - 31 December 2020.

In our opinion, the Management's Review includes a true and fair account of the matters addressed in the review.

The conditions for not conducting an audit of the Financial Statement have been met.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Herlev, 15 April 2021

### **Executive Board**

Jan Mikael Kritz  
Man. Director

## Company details

<b>Company</b>	Nordcloud ApS Strandvejen 70, 2. 2900 Hellerup
CVR No.	35648909
Date of formation	10 January 2014
<b>Executive Board</b>	Jan Mikael Kritz, Man. Director

## Management's Review

### **The Company's principal activities**

The Company's principal activities consist in carry out IT-based services.

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

The Company's Income Statement of the financial year 1 January 2020 - 31 December 2020 shows a result of DKK 379.614 and the Balance Sheet at 31 December 2020 a balance sheet total of DKK 9.655.104 and an equity of DKK 1.759.002.

### **Covid-19**

Pandemic has not influenced Nordcloud ApS operations.

At the end of the financial year 2020 IBM was acquired 100% ownership of all the Nordcloud Group companies.

The final closing for acquisition was 16th February 2021.

## Accounting Policies

### Reporting Class

The Annual Report of Nordcloud ApS for 2020 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied remain unchanged from last year.

### Reporting currency

The annual report is presented in Danish kroner.

## General information

### Basis of recognition and measurement

The financial statement have been prepared under the historical cost princip.

Income is recognised in the Income Statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortised cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the Income Statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been 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 economic benefits attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

At initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

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. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the Annual Report, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

## Income statement

### Revenue

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

### Other external expenses

Other external expenses comprise expenses regarding sale and administration.

### Staff expenses

Staff expenses comprise wages and salaries, pensions and social security costs. Other staff expenses are recognised in other external expenses.

## Accounting Policies

### Financial income and expenses

Financial income and expenses are recognised in the Income Statement based on the amounts that concern the financial year. Financial income and expenses include interest revenue and expenses, finance charges in respect of finance leases, realised and unrealised capital gains and losses regarding securities, accounts payable and transactions in foreign currencies, repayment on mortgage loans, and surcharges and allowances under the tax prepayment scheme.

### Tax on net profit 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 less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

## Balance sheet

### Other investments

Securities which the Company plans to hold to maturity are measured at amortised cost determined on the basis of the effective interest rate at the date of acquisition. Price adjustment is recognised in the income statement as an item in financial income and expenses.

### Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

### Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand as well as short-term securities with a term of less than three months which can be converted directly into cash at bank and in hand and involve only an insignificant risk of value changes.

### Equity

Equity comprises the working capital and a number of equity items that may be statutory or stipulated in the articles of association.

### Current tax liabilities

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

### Other payables

Other payables are measured at amortised cost, which usually corresponds to the nominal value

### Contingent assets and liabilities

Contingent assets and liabilities are not recognised in the balance sheet but appear only in the notes.

**Income Statement**

	Note	2020 kr.	2019 kr.
<b>Gross profit</b>		<b>7.542.305</b>	<b>5.344.488</b>
Employee benefits expense	1	-6.985.418	-4.870.771
<b>Profit from ordinary operating activities</b>		<b>556.887</b>	<b>473.717</b>
Other finance income		35	1.738
Finance expences		-58.922	-36.080
<b>Profit from ordinary activities before tax</b>		<b>498.000</b>	<b>439.375</b>
Tax expense on ordinary activities		-118.386	-81.542
<b>Profit</b>		<b>379.614</b>	<b>357.833</b>
Retained earnings		379.614	357.833
<b>Distribution of profit</b>		<b>379.614</b>	<b>357.833</b>



## Balance Sheet as of 31 December

	Note	2020 kr.	2019 kr.
<b>Assets</b>			
Deposits, investments		86.700	67.500
<b>Investments</b>		<b>86.700</b>	<b>67.500</b>
<b>Fixed assets</b>		<b>86.700</b>	<b>67.500</b>
Short-term trade receivables		4.730.008	2.926.766
Short-term receivables from group enterprises		124.726	1.500.000
Other short-term receivables		85.367	164.399
<b>Receivables</b>		<b>4.940.101</b>	<b>4.591.165</b>
<b>Cash and cash equivalents</b>		<b>4.628.303</b>	<b>1.987.522</b>
<b>Current assets</b>		<b>9.568.404</b>	<b>6.578.687</b>
<b>Assets</b>		<b>9.655.104</b>	<b>6.646.187</b>

## Balance Sheet as of 31 December

	Note	2020 kr.	2019 kr.
<b>Liabilities and equity</b>			
Contributed capital		50.000	50.000
Sundry reserves		1.117.612	1.117.613
Retained earnings		591.390	211.776
<b>Equity</b>		<b>1.759.002</b>	<b>1.379.389</b>
Payables to group enterprises		4.808.324	2.297.051
Other payables		275.144	0
<b>Long-term liabilities other than provisions</b>		<b>5.083.468</b>	<b>2.297.051</b>
Prepayments received from customers		606.162	0
Trade payables		75.480	445.385
Tax payables		118.386	81.542
Other payables		2.012.606	2.442.820
<b>Short-term liabilities other than provisions</b>		<b>2.812.634</b>	<b>2.969.747</b>
<b>Liabilities other than provisions within the business</b>		<b>7.896.102</b>	<b>5.266.798</b>
<b>Liabilities and equity</b>		<b>9.655.104</b>	<b>6.646.187</b>
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Ownership	4		

## Statement of changes in Equity

	<b>Contributed capital</b>	<b>Sundry reserves</b>	<b>Retained earnings</b>	<b>Total</b>
Equity 1 January 2020	50.000	1.117.613	211.776	1.379.389
Profit (loss)	<u>0</u>	<u>0</u>	<u>379.614</u>	<u>379.614</u>
<b>Equity 31 December 2020</b>	<b><u>50.000</u></b>	<b><u>1.117.613</u></b>	<b><u>591.390</u></b>	<b><u>1.759.003</u></b>

The share capital has remained unchanged for the last 5 years.

**Notes**

	2020	2019
<b>1. Employee benefits expense</b>		
Wages and salaries	6.895.548	4.536.540
Social security contributions	38.621	44.406
Other employee expense	51.249	289.825
	<b>6.985.418</b>	<b>4.870.771</b>
Average number of employees	<u>8</u>	<u>6</u>

**2. Contingent liabilities**

No contingent liabilities exist at the balance sheet date.

**3. Collaterals and securities**

No securities or mortgages exist at the balance sheet date.

**4. Ownership**

The following shareholders are registered as holding more than 5% of the voting share capital or more than 5% of the nominal value of the share capital:

Nordcloud Oy  
Antinkatu 1  
00100 Helsinki  
Finland