



Profile

Centevo

Centevo AB

**Annual Reporting Package
December 31, 2023**

COMPANY REGISTRATION NUMBER : 556603-5944 - SWEDEN

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STATEMENT OF FINANCIAL POSITION (amounts in EUR)

	NOTES	Group 31.12.2023	Group 31.12.2022
ASSETS			
Non-current assets			
Tangible assets	7	65.208	90.728
Rights of use assets	15	469.189	631.366
Intangible assets	8	1.745.350	1.760.400
Other non-current assets		99.597	101.767
Deferred tax assets		65.324	66.112
Total non-current assets		2.444.668	2.650.373
Current assets			
Trade receivables	9	880.498	882.423
Other receivables	10	139.384	227.291
Cash and cash equivalents	11	868.929	310.409
Total current assets		1.888.811	1.420.123
TOTAL ASSETS		4.333.479	4.070.496
LIABILITIES			
Equity			
Share capital	12	9.829	9.829
Reserves		1.966	1.966
Retained earnings		2.751.801	2.524.089
Equity attributable to owners		2.763.596	2.535.884
Non-current liabilities			
Provision for employees' indemnities		19.158	29.611
Lease Liabilities	15	204.842	188.969
Total non-current liabilities		224.000	218.580
Current liabilities			
Trade payables	13	275.711	177.597
Other payables	13	567.008	389.753
Social Security and other tax liabilities	13	73.100	268.722
Lease Liabilities	15	276.234	448.356
Tax payable		153.830	31.604
Total current liabilities		1.345.883	1.316.032
Total equity and liabilities		4.333.479	4.070.496

The accompanying notes are an integral part of the Financial Statements

STATEMENT OF PROFIT AND LOSS (amounts in EUR)

	NOTES	Group	
		01.01.2023- 31.12.2023	01.01.2022- 31.12.2022
Revenue Sales	<u>4</u>	6.153.958	6.508.934
Cost of sales	<u>5</u>	(3.603.728)	(3.951.566)
Gross profit		2.550.230	2.557.368
Other operating income		4.297	179.700
Total		2.554.527	2.737.068
Selling and marketing expenses	<u>5</u>	(762.834)	(805.500)
General and administrative expenses	<u>5</u>	(356.148)	(381.554)
Research Expenses	<u>5</u>	(1.178.167)	(1.088.701)
Other expenses		(6)	-
Operating profit		257.372	461.313
Financial income / (expenses)		(19.251)	(25.895)
Profit for the year before taxes		238.121	435.418
Income tax	<u>6</u>	(910)	(201.606)
Profit for the year after tax (A)		237.211	233.812

The accompanying notes are an integral part of the Financial Statements

STATEMENT OF CHANGES IN EQUITY (amounts in EUR)

	Share capital	Reserves	Retained earnings	Total equity
Balance as at 31 December 2021	9.829	1.966	2.468.590	2.480.385
Profit / (loss) for the period	-	-	233.812	233.812
Other comprehensive income, net of taxes	-	-	-	-
Total Comprehensive income after tax	-	-	233.812	233.812
Exchange Difference	-	-	(178.313)	(178.313)
Balance as at 31 December 2022	9.829	1.966	2.524.089	2.535.884
Profit / (loss) for the period	-	-	237.211	237.211
Other comprehensive income, net of taxes	-	-	-	-
Total Comprehensive income after tax	-	-	237.211	237.211
Exchange Difference	-	-	(9.499)	(9.499)
Balance as at 31 December 2023	9.829	1.966	2.751.801	2.763.596

The accompanying notes are an integral part of the Financial Statements

STATEMENT OF CASH FLOWS (amounts in EUR)

Group	01.01.2023- 31.12.2023	01.01.2022- 31.12.2022
Cash flows from operating activities		
Profit/Loss before tax	238.121	435.418
Adjustments for:		
Depreciation and Amortization	639.852	744.216
Provisions	(10.453)	(12.083)
Exchange Differences	5.458	(12.301)
Financial expenses	19.251	25.894
Working capital adjustments		
Decrease / (increase) Receivables	92.002	(452.342)
Decrease / (increase) of Liabilities	79.747	(535.380)
Minus:		
Tax paid	122.226	(105.552)
Financial expenses	(19.251)	(25.894)
Total cash inflows / (outflows) from Operating activities (a)	1.166.953	61.976
Investment activities		
Additions of Tangible & Intangible assets	(407.871)	(640.746)
Financial income	-	-
Total cash inflows / (outflows) from Investing activities (b)	(407.871)	(640.746)
Financing activities		
Repayments of lease liabilities	(186.440)	125.931
Payment of Interest Expense	-	-
Total cash inflows / (outflows) from Financing activities (c)	(186.440)	125.931
Net increase / (decrease) in Cash & equivalents for the period (a) + (b) + (c)	572.642	(452.839)
Cash & equivalents at the beginning of the period	310.409	828.141
Foreign exchange gains / (losses) on cash & equivalents	(14.122)	(64.893)
Cash & equivalents at the end of the year	868.929	310.409

The accompanying notes are an integral part of the Financial Statements

NOTES TO THE FINANCIAL STATEMENTS
1. General information about the Company and the Group

On 19th March 2021, PROFILE SYSTEMS & SOFTWARE Group acquired 100% of Centevo AB ("The Company"), through the subsidiary PROFILE SYSTEMS & SOFTWARE (CYPRUS) LTD. The Company, is headquartered in Stockholm, Sweden with a fully operational branch in Oslo, Norway. Since 1991, the Company has active presence in the financial markets as a specialised provider of Asset and Fund Management solutions. Its solutions cover the areas of Asset Management, Fund Management, Trust Management and Family Office, whilst offering powerful API connection gateways to large local Banks. These are complementary solutions to Profile's portfolio while new sales opportunities are created both in terms of territories and product enhancements. Profile Centevo occupies 28 employees.

2. Basis of preparation of the annual financial statements

These financial statements for the year ended 31 December 2023 have been prepared on a going concern basis and in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (“IASB”), as endorsed by the European Union (“EU”).

3 Significant Accounting Estimates and Judgements:

The Company make estimates, assumptions and valuation judgments in order to apply the most appropriate accounting principles in relation to the future development of events and transactions. These estimates, assumptions and judgments are the same as those described in the published Group annual financial statements.

4. Revenue Analysis

Revenues are analyzed as follows:

Sales	01.01-31.12.2023	01.01-31.12.2022
Intercompany	-	332.417
Sales to third parties	6.153.958	6.176.517
Total	6.153.958	6.508.934

5. Expense Analysis

The expenses are analysed as follows:

	31.12.2023	31.12.2022
Remuneration and staff costs	3.790.755	3.672.207
Fees and expenses of third parties	1.575.658	1.749.752
Third party benefits	171.136	169.415
Taxes Fees	31.860	43.360
Other Expenses	88.874	139.119
Depreciation of fixed assets	639.852	744.218
Total	6.298.135	6.518.071

The distribution of costs, is as follows :

	31.12.2023	31.12.2022
Cost of sales	3.603.728	3.951.566
Distribution costs	762.834	805.500
General and Administrative expenses	356.148	381.554
Research Expenses	1.178.167	1.088.701
Total	5.900.877	6.227.321
Capitalized Expenses	397.258	290.750
Total	6.298.135	6.518.071

The number of personnel as at 31 December 2023 and 31 December 2022 are analyzed as follows:

	31.12.2023	31.12.2022
Number of personnel	28	40
Total cost	3.790.755	3.672.207

6. Income Tax

The amount of taxes has been calculated using the actual tax rates for each fiscal year. Non-deductible expenses include mainly provisions that are not considered by management when calculating income tax.

Income tax declarations are filed on a yearly basis but the gains and losses reported for tax purposes are concluded when the tax authorities review the tax returns and taxpayer's books at the time that the related tax liabilities are settled. Tax losses, to the extent recognized by the tax authorities, may be used to offset profits for the subsequent fiscal years that follow their intended use.

The following is a reconciliation for nominal and effective tax rates for the Group:

	31.12.2023	31.12.2022
Gain/Loss before tax	238.121	435.418
Income tax calculated at the nominal applicable tax rate (2023, 2022: 21,4%)	50.958	93.179
Revaluation of deferred tax assets	-	1.513
Tax effect of non -taxable income	(50.048)	(36.310)
Tax effect of non tax deductible expenses	-	6.068
Tax from previous fiscal year	-	137.156
Income taxes that reported in the Income Statement	910	201.606

Deferred tax accounts for the Group are analyzed as follows:

	31.12.2023	31.12.2022
Deferred tax assets	65.324	66.112
Total	65.324	66.112

7. Tangible fixed assets

Tangible assets are presented as follows:

	Buildings	Furniture and other equipment	Total
Balance 31.12.2021	15.079	73.417	88.496
Additions in period	-	61.857	61.857
Deductions in period	(996)	(2.462)	(3.458)
Balance 31.12.2022	14.083	132.812	146.895
Additions in period	-	10.605	10.605
Exchange differences	(153)	(6.075)	(6.228)
Balance 31.12.2023	13.930	137.342	151.272
Accumulated depreciations 31.12.2021	-	(23.146)	(23.146)
Depreciation in period	(4.198)	(28.823)	(33.021)
Exchange differences	-	-	-
Accumulated depreciations 31.12.2022	(4.198)	(51.969)	(56.167)
Depreciation in period	(3.887)	(29.583)	(33.470)
Exchange differences	311	3.262	3.573
Accumulated depreciations 31.12.2023	(7.774)	(78.290)	(86.064)
Net book value 31.12.2021	15.079	50.271	65.350
Net book value 31.12.2022	9.885	80.843	90.728
Net book value 31.12.2023	6.156	59.052	65.208

8. Intangible assets

The intangible assets of the Group are analyzed as follows:

	Development expenses	Other intangible assets	Total
Balance 31.12.2021	1.712.340	743.310	2.455.650
Additions in period	277.883	-	277.883
Deductions in period	(121.507)	(58.245)	(179.752)
Balance 31.12.2022	1.868.716	685.065	2.553.781
Additions in period	397.258	-	397.258
Exchange differences	17.677	1.593	19.270
Balance 31.12.2023	2.283.651	686.658	2.970.309
Accumulated depreciations 31.12.2021	(252.210)	(97.430)	(349.640)
Amortization in period	(364.547)	(119.488)	(484.035)
Deductions in period	27.371	12.923	40.294
Accumulated depreciations 31.12.2022	(589.386)	(203.995)	(793.381)
Amortization in period	(304.773)	(110.648)	(415.421)
Exchange differences	(11.885)	(4.272)	(16.157)
Accumulated depreciations 31.12.2023	(906.044)	(318.915)	(1.224.959)
Net book value 31.12.2021	1.460.130	645.880	2.106.010
Net book value 31.12.2022	1.279.330	481.070	1.760.400
Net book value 31.12.2023	1.377.607	367.743	1.745.350

9. Trade receivables

The trade receivables of the Group are analyzed as follows:

	31.12.2023	31.12.2022
Accounts receivable to IC	-	317.706
Accounts receivable billed to 3rd Parties	880.498	564.717
Total	880.498	882.423

10. Other Receivables

The trade receivables of the Group are analyzed as follows:

	31.12.2023	31.12.2022
Prepaid Expenses	102.586	103.538
Other debtors	36.798	123.753
Total	139.384	227.291

11. Cash and cash equivalents

The cash and cash equivalents are analyzed as follows:

	31.12.2023	31.12.2022
Cash in banks	868.929	310.409
Total	868.929	310.409

12. Share capital and share premium

The change in the share capital is analyzed as follows:

	Shares	Share capital
Balance 31.12.2021	1.000	9.829
Share capital increase	-	-
Balance 31.12.2022	1.000	9.829
Share capital increase	-	-
Balance 31.12.2023	1.000	9.829

13. Trade & Other Payables

The Group's Suppliers & Other Payables are analyzed as follows:

	31.12.2023	31.12.2022
Suppliers	275.711	177.597
Social Security and Other tax liabilities	73.100	268.722
Accrued expenses and interest payable	567.008	389.753
Deferred Income	-	-
Other liabilities	-	-
Total	915.819	836.072

14. Transactions with related parties

The Centevo's transactions with the Profile Group companies are analyzed as follows:

Intercompany transactions	Sales		Purchases	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
LOGIN SA	-	332.417	-	-
PROFILE TECHNOLOGIES	-	-	126.051	-
PROFILE SA	-	-	154.956	-
Total	-	332.417	281.007	-

The terms of the transactions with the parties involved provide that sales to and purchases from related parties are made at prevailing market prices at that time.

The Centevo's balances with the Profile Group companies are analyzed as follows:

Intercompany transactions	Receivables		Liabilities	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022
LOGIN SA	-	317.706	-	-
PROFILE TECHNOLOGIES	-	-	130.400	-
PROFILE SA	-	-	160.302	-
Total	-	317.706	290.702	-

15. Leases (IFRS 16)

The company has applied IFRS 16 standard since 19 March 2021.

IFRS 16 introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. A lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments.

	Group
Assets	
Rights to use fixed assets on 31.12.2021	80.158
Exchange Differences	29.125
Addition of the current year	749.243
Depreciation of the current year	(227.160)
Rights to use fixed assets 31.12.2022	631.366
Exchange Differences	28.784
Addition of the current year	-
Depreciation of the current year	(190.961)
Rights to use fixed assets 31.12.2023	469.189
Liabilities	
Lease Obligations on 31.12.2021	(83.834)
Exchange Differences	(28.760)
Addition of the current year	(749.244)
Interest in current period	(15.198)
Payments in current period	239.711
Liabilities 31.12.2022	(637.325)
Exchange Differences	(30.191)
Addition of the current year	-
Interest in current period	(16.004)
Payments in current period	202.444
Liabilities 31.12.2023	(481.076)
Short-term Lease Obligations	(204.842)
Long -term Lease Obligations	(276.234)

16. Post Balance Sheet Events

There are no post balance sheet events, subsequent to 31st December 2023 that are related to either the Company or the Group, and to which reference should have to made according to International Accounting Standards (IFRS).