

**Registre de Commerce et des Sociétés**

Numéro RCS : B218666

Référence de dépôt : L230190585

Déposé et enregistré le 01/09/2023

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RCSL Nr. : B218666

Matricule : 2017 2456 554

eCDF entry date : 27/08/2023

**ABRIDGED BALANCE SHEET****Financial year from** <sup>01</sup> 01/01/2022 **to** <sup>02</sup> 31/12/2022 (in <sup>03</sup> EUR )

GomSpace Luxembourg S.à r.l.

1, Boulevard du Jazz  
L-4370 Esch-sur-Alzette**ASSETS**

	Reference(s)	Current year	Previous year
<b>A. Subscribed capital unpaid</b>	1101 _____	101 _____	102 _____
I. Subscribed capital not called	1103 _____	103 _____	104 _____
II. Subscribed capital called but unpaid	1105 _____	105 _____	106 _____
<b>B. Formation expenses</b>	1107 _____	107 _____	108 _____
<b>C. Fixed assets</b>	1109 _____	109 <u>1.104.630,49</u>	110 <u>717.322,56</u>
I. Intangible assets	1111 _____ <u>Note 3</u>	111 <u>514.115,55</u>	112 <u>714.012,56</u>
II. Tangible assets	1125 _____ <u>Note 4</u>	125 <u>590.514,94</u>	126 <u>3.310,00</u>
III. Financial assets	1135 _____	135 _____	136 _____
<b>D. Current assets</b>	1151 _____	151 <u>6.464.664,74</u>	152 <u>5.289.752,71</u>
I. Stocks	1153 _____	153 _____	154 _____
II. Debtors	1163 _____	163 <u>6.419.895,77</u>	164 <u>4.347.723,43</u>
a) becoming due and payable within one year	1203 _____ <u>Noe 5</u>	203 <u>6.419.895,77</u>	204 <u>4.347.723,43</u>
b) becoming due and payable after more than one year	1205 _____	205 _____	206 _____
III. Investments	1189 _____	189 _____	190 _____
IV. Cash at bank and in hand	1197 _____	197 <u>44.768,97</u>	198 <u>942.029,28</u>
<b>E. Prepayments</b>	1199 _____	199 _____	200 _____
<b>TOTAL (ASSETS)</b>		201 <u>7.569.295,23</u>	202 <u>6.007.075,27</u>

The notes in the annex form an integral part of the annual accounts

**CAPITAL, RESERVES AND LIABILITIES**

	Reference(s)	Current year	Previous year
<b>A. Capital and reserves</b>			
	1301 _____	301 <u>-9.509,11</u>	302 <u>558.465,76</u>
I. Subscribed capital	1303 _____ <u>Note 6</u>	303 <u>12.000,00</u>	304 <u>12.000,00</u>
II. Share premium account	1305 _____	305 <u>3.424.156,16</u>	306 <u>1.000.000,00</u>
III. Revaluation reserve	1307 _____	307 _____	308 _____
IV. Reserves	1309 _____	309 <u>33.650,00</u>	310 <u>33.650,00</u>
V. Profit or loss brought forward	1319 _____ <u>Note 13</u>	319 <u>-487.184,24</u>	320 <u>254.468,53</u>
VI. Profit or loss for the financial year	1321 _____	321 <u>-2.992.131,03</u>	322 <u>-741.652,77</u>
VII. Interim dividends	1323 _____	323 _____	324 _____
VIII. Capital investment subsidies	1325 _____	325 _____	326 _____
<b>B. Provisions</b>	1331 _____	331 _____	332 _____
<b>C. Creditors</b>	1435 _____ <u>Note 7</u>	435 <u>6.175.254,85</u>	436 <u>4.264.538,25</u>
a) becoming due and payable within one year	1453 _____	453 <u>6.175.254,85</u>	454 <u>4.264.538,25</u>
b) becoming due and payable after more than one year	1455 _____	455 _____	456 _____
<b>D. Deferred income</b>	1403 _____ <u>Note 8</u>	403 <u>1.403.549,49</u>	404 <u>1.184.071,26</u>
<b>TOTAL (CAPITAL, RESERVES AND LIABILITIES)</b>		405 <u>7.569.295,23</u>	406 <u>6.007.075,27</u>

**Registre de Commerce et des Sociétés**

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Déposé le 01/09/2023

## **GomSpace Luxembourg S.à r.l.**

**Audited annual accounts**

**as at and for the year ended December 31, 2022**

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## Independent auditor’s report

To the Board of Managers of  
GomSpace Luxembourg S.  r.l. 1,  
boulevard du Jazz  
L-4370 Esch-sur-Alzette

### Opinion

We have audited the financial statements of GomSpace Luxembourg S.  r.l. (the “Company”), which comprise the balance sheet as at 31 December 2022, and the profit and loss account for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 December 2022, and of the results of its operations for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

### Basis for Opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (the “Law of 23 July 2016”) and with International Standards on Auditing (“ISAs”) as adopted for Luxembourg by the “Commission de Surveillance du Secteur Financier” (“CSSF”). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the “responsibilities of the “r viseur d’entreprises agr e” for the audit of the financial statements” section of our report. We are also independent of the Company in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (“IESBA Code”) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Responsibilities of the Board of Managers and those charged with governance for the financial statements

The Board of Managers is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Managers determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Managers is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Managers either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

### **Responsibilities of the “réviseur d'entreprises agréé” for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the “réviseur d'entreprises agréé” that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Managers.
- Conclude on the appropriateness of Board of Managers' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the “réviseur d'entreprises agréé” to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of the “réviseur d'entreprises agréé”. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Ernst & Young Société  
anonyme  
Cabinet de révision agréé

A handwritten signature in blue ink, appearing to read 'Bentel', with a horizontal line underneath.

Oana Bentel

Luxembourg, 21 August 2023

## **NOTE 1 – GENERAL INFORMATION**

GomSpace Luxembourg S.à r.l. (the “Company”), a Luxembourg *société à responsabilité limitée* governed by the Luxembourg Law of August 10, 1915 on Commercial Companies (as amended), was incorporated on October 10, 2017. The Company is formed for an unlimited duration.

The purpose of the Company is to perform all activities directly or indirectly related to, in general, the advanced research and development of space technology and more specifically, nanosatellites, as well as all processes from design to manufacture of nanosatellites for all types of customers, whether in academic, government or commercial markets. The Company may also operate in any other field related to its main activity and particularly in the import and export of all types of equipment.

The Company’s financial year begins the first day of January and ends on the last day of December of each year except for the first financial year which started on October 10, 2017 and ended on December 31, 2018.

The Company has its registered office at 1, Boulevard du Jazz, L-4370 Esch-sur-Alzette, Luxembourg and is registered with the Luxembourg Register of Commerce under the number RCS B218666. During the year, the Company changed its registered office (previously 11, Boulevard du Jazz, L-4370 Esch-sur-Alzette, Luxembourg).

The Company is a wholly owned subsidiary of GomSpace Group AB, an entity incorporated under the laws of Sweden. GomSpace Group AB is a listed company at Nasdaq First North Stockholm (GOMX.ST).

The Company’s accounts are included in the consolidated accounts of GomSpace Group AB, its ultimate parent, representing the biggest and the smallest entity of which the Company is a subsidiary. These consolidated accounts can be obtained from GomSpace Group AB, Ulls Väg 29A, SE-756 51 Uppsala, Sweden.

## **NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

### **2.1 Basis of preparation**

The annual accounts have been prepared in accordance with Luxembourg legal and regulatory requirements under the historical cost convention.

Accounting policies and valuation rules are, besides those prescribed by the Law of 19 December 2002, as amended, determined and applied by the Board of Managers.

The preparation of annual accounts requires the use of certain critical accounting estimates. It also requires the Management to exercise its judgment in the process of applying the accounting policies. Changes in assumptions may have a significant impact on the annual accounts in the period in which the assumptions changed.

Management believes that the underlying assumptions are appropriate and that the annual accounts therefore present the financial position and results fairly.

The Company makes estimates and assumptions that affect the reported amounts of assets and liabilities in the next financial year. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

### **2.2 Significant accounting policies**

The principal accounting policies applied in the preparation of these annual accounts are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**2.2.1 Foreign currency translation**

These annual accounts are expressed in Euros (EUR). The translation at the balance sheet is made according to the following principles:

Monetary items are converted at the exchange rates effective at the balance sheet date whereas non-monetary items are converted at the exchange rate effective at the time of the transaction. The realized and unrealized exchange losses are recorded in the profit and loss account, whereas the realized exchange gains are recorded in the profit and loss account at the moment of their realization. Unrealized exchange gains are not recognized.

**2.2.2 Intangible fixed assets**

a) Licenses and trademarks

Intangible fixed assets are valued at purchase price including the expenses incidental thereto. Intangible fixed assets are depreciated over their estimated useful economic lives, as follows:

- Licenses and trademarks rights and software: 5 years

Depreciation is calculated on a straight-line basis.

Where the Company considers that an intangible fixed asset has suffered a durable depreciation in value, an additional write-down is recorded to reflect this loss. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

b) Development costs

Research costs are expensed as incurred. Development expenditures on an individual project are recognized as an intangible asset when the Company can demonstrate:

- the technical feasibility of completing the intangible asset so that the asset will be available for use or sale
- its intention to complete and its ability and intention to use or sell the asset
- how the asset will generate future economic benefits
- the availability of resources to complete the asset
- the ability to measure reliably the expenditure during development

Following initial recognition of the development expenditure as an asset, the asset is carried at cost less any accumulated amortization and accumulated impairment losses. Amortization of the asset begins when development is complete and the asset is available for use. During the period of development, the asset is tested for impairment annually.

- Development costs: 5 years

Where the Company considers that development costs have suffered a durable depreciation in value, an additional write-down is recorded to reflect this loss. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**2.2.3 Tangible fixed assets**

Tangible fixed assets are valued at purchase price including the expenses incidental thereto. Tangible fixed assets are depreciated over their estimated useful economic lives, as follows:

- IT equipment: 3-5 years
- Fixtures and fittings-out of buildings on leasehold property: 8.33 years
- Office furniture: 8.33 years

Depreciation is calculated on a straight-line basis.

Where the Company considers that a tangible fixed asset has suffered a durable depreciation in value, an additional write-down is recorded to reflect this loss. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

**2.2.4 Debtors**

Debtors are valued at their nominal value. They are subject to value adjustments when their recovery is compromised.

**2.2.5 Contract work in progress**

Contract work in progress represents the gross unbilled amount expected to be collected from customers for contract work performed to date. It is measured at cost plus profit recognized to date less progress billings and recognized losses, if any. Contract work in progress is presented in the balance sheet for all contracts in which costs incurred plus recognized profits exceed progress billings. If progress billings exceed costs incurred plus recognized profits, then the excess is presented as deferred revenue in the statement of financial position.

Where a contract is estimated to result in a loss to the Company, the entire remaining loss is immediately recognized as a value adjustment to the contract work in progress. The value adjustment is recognized in the profit and loss account.

**2.2.6 Prepayments**

Prepayments include expenditures incurred during the current year but relating to a subsequent financial year.

**2.2.7 Cash at bank and in hand**

Highly liquid investments with an original maturity of three months or less are considered to be cash equivalents.

**2.2.8 Provisions**

Provisions are intended to cover losses or debts, the nature of which is clearly defined and which, at the date of the balance sheet, are either likely to be incurred or certain to be incurred but uncertain as to their amount or the date on which they will arise.

Provisions may also be created to cover charges which originate in the financial year under review or in a previous financial year, the nature of which is clearly defined and which at the date of the balance sheet are either likely to be incurred or certain to be incurred but uncertain as to their amount or the date on which they will arise.

Provisions for taxation corresponding to the difference between the tax liability estimated by the Company and the advance payments for the financial years for which the tax return has not yet been filed are recorded under the caption "Provision for taxation".

## **NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

### **2.2.9 Deferred income**

This liability item includes income received during the financial year but relating to a subsequent financial year.

### **2.2.10 Expense recognition**

Expenses are charged in the year they are incurred, and they are stated on an accrual basis.

### **2.2.11 Leases**

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease.

Finance leases are capitalized at cost at the commencement of the lease at the inception date. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized in finance costs in the statement of profit or loss. A leased asset is depreciated over the useful life of the asset.

An operating lease is a lease other than a finance lease. Operating lease payments are recognized as an operating expense in the statement of profit or loss on a straight-line basis over the lease term.

### **2.2.12 Revenue recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is received.

### **Recognition – Customer contracts**

Revenue from customer contracts is recognized to the stage of completion. Stage of completion is measured by reference to labour cost and other costs incurred to date as a percentage of total estimated labour cost and other cost for each contract. When the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are eligible to be recovered.

### **2.2.13 Conflict Ukraine - Russia**

In February 2022, a number of countries (including the US, UK and EU) imposed sanctions against certain entities and individuals in Russia as a result of the official recognition of the Donetsk People's Republic and Lugansk People's Republic by the Russian Federation. Announcements of potential additional sanctions have been made following military operations initiated by Russia against Ukraine on 24 February 2022.

Due to the growing geopolitical tensions, since February 2022, there has been a significant increase in volatility on the securities and currency markets, as well as a significant depreciation of the ruble against the US dollar and the euro. It is expected that these events may affect the activities of Russian enterprises in various sectors of the economy.

Although neither the company's performance and going concern nor operations, at the date of this report, have been significantly impacted by the above, the Board of Managers continues to monitor the evolving situation and its impact on the financial position and results of the company.

**2.2.14 Going concern**

Financial position and material uncertainty regarding going concern as of December 31, 2022, the cash position of GomSpace Group is T.EUR 2,976\* (T.SEK 33,097), cash flow after investing activities is T.EUR -18,332\* (T.SEK -203,888) and the Group incurred an operating loss of M.EUR 20,86\* (M.SEK 232) for 2022. In November 2022, the Group entered a finance contract with the European Investment Bank ensuring a loan facility of M.EUR 17,98\* (M.SEK 200). The Group received the first tranche of M.EUR 5,03\* (M.SEK 56) in March 2023 (see note 15). The Group believes its cash position and the liquidity available from its operations, external borrowings and other current sources are insufficient to satisfy its working capital requirements for the next twelve months. With the proceeds from the rights issue in April, the Group's and the Company's cash position will be sufficient to meet the Group's and Company's requirements for the year 2023. The Group also executed a staff reduction in December 2022 and January 2023 to minimize costs. The Executive Board and Board of Directors assess sufficient financing and cash resources for the planned activities and operations for the year according to the budget for 2023.

\*converted in EUR as per the ECB EUR / SEK rate of 11.1218 as at 31 December 2022.

**NOTE 3 – INTANGIBLE FIXED ASSETS**

The movements of the year in intangible assets are as follows:

	2022			Total	2021 EUR
	EUR				
	Intangible assets under development	Finished development projects	Intangible assets acquired for valuable consideration	Total	Total
<b>Cost</b>					
<b>Opening balance</b>	-	742 577	677 000	1 419 577	1 419 577
Additions	57 656	-	29 292	86 948	-
<b>Closing balance</b>	<b>57 656</b>	<b>742 577</b>	<b>706 292</b>	<b>1 506 525</b>	<b>1 419 577</b>
<b>Amortization</b>					
<b>Opening balance</b>	-	-272 284	-433 280	-705 564	-421 644
Amortization charge of the year	-	-148 516	-138 329	-286 845	-283 920
<b>Closing balance</b>	<b>-</b>	<b>-420 800</b>	<b>-571 609</b>	<b>-992 409</b>	<b>-705 564</b>
<b>Net book value</b>					
<b>Opening balance</b>	-	470 293	243 720	714 013	997 933
<b>Closing balance</b>	<b>57 656</b>	<b>321 777</b>	<b>134 683</b>	<b>514 116</b>	<b>714 013</b>

Intangible assets include software "GSWEB" purchased in 2018 from a Group Company for an amount of EUR 677 000, the capitalized development costs for the software project "MCOP" amounting to EUR 742 577 as at 31.12.2022 (2021: EUR 742 577), and the capitalized development costs for the project "VOICE" amounting to EUR 57 656 (2021: EUR Nil).

**NOTE 4 – TANGIBLE FIXED ASSETS**

The movements of the year in tangible assets are as follows:

	2022 EUR			2021 EUR
	IT equipment	Fixtures and fittings-out of buildings on leasehold property	Office furniture	Total
<b>Cost</b>				
<b>Opening balance</b>	3 970	-	-	3 970
Additions	21 982	420 538	158 318	600 838
<b>Closing balance</b>	<b>25 952</b>	<b>420 538</b>	<b>158 318</b>	<b>604 808</b>
<b>Amortization</b>				
<b>Opening balance</b>	-660	-	-	-660
Amortization charge of the year	-2 056	-8 411	-3 166	-13 633
<b>Closing balance</b>	<b>-2 716</b>	<b>-8 411</b>	<b>-3 166</b>	<b>-14 293</b>
<b>Net book value</b>				
<b>Opening balance</b>	3 310	-	-	3 310
<b>Closing balance</b>	<b>23 236</b>	<b>412 127</b>	<b>155 152</b>	<b>590 515</b>

**NOTE 5 – DEBTORS**

Debtors are mainly composed as follows:

	2022 EUR			2021 EUR
	Within 1 year	After 1 year and within 5 years	Total	Total
Amounts owed by affiliated undertakings	5 625 234	-	5 625 234	3 217 194
Trade debtors	343 156	-	343 156	1 012 603
Other debtors	451 506	-	451 506	117 927
<b>Total</b>	<b>6 419 896</b>	<b>-</b>	<b>6 419 896</b>	<b>4 347 724</b>

**5.1 Amounts owed by affiliated undertakings**

Amounts owed by affiliated undertakings consist of the sum of transactions entered into at arms-length between the Company and its affiliate entity, GomSpace A/S, for the provision of technical support on projects, as well as the balance of payments made between the Company and GomSpace A/S related to group treasury transactions.

**NOTE 6 – CAPITAL AND RESERVES**

**6.1 Share capital**

The authorized share capital of the Company totals 12 000 shares at a par value of EUR 1 each.

**6.2 Legal reserve**

On an annual basis, if the Company reports a net profit for the year, Luxembourg law requires appropriation of an amount equal to at least 5% of the annual net profit to a legal reserve until such reserve equals 10% of the subscribed capital. This reserve is not available for dividend distribution.

**6.3 Changes in shareholders' equity**

The changes in shareholders' equity for the period is shown below:

	Share capital EUR	Share premium EUR	Legal reserve EUR	Other non-distributable reserves EUR	Profit or loss brought forward EUR	Profit or loss for the financial year EUR	Total capital and reserves EUR
<b>Balance as at 31 December 2021</b>	<b>12 000</b>	<b>1 000 000</b>	<b>1 200</b>	<b>32 450</b>	<b>254 469</b>	<b>-741 653</b>	<b>558 466</b>
Profit or loss brought forward	-	-	-	-	-741 653	741 653	-
Shareholder contribution	-	2 424 156	-	-	-	-	2 424 156
Loss for the financial year	-	-	-	-	-	-2 992 131	-2 992 131
<b>Balance as at 31 December 2022</b>	<b>12 000</b>	<b>3 424 156</b>	<b>1 200</b>	<b>32 450</b>	<b>-487 184</b>	<b>-2 992 131</b>	<b>-9 509</b>

With effective date June 1, 2022, the Company entered into a contribution agreement with its sole Partner, GomSpace Group AB. As per this agreement, the receivable balance held by GomSpace Group AB on December 31, 2020 of EUR 2 424 156 was contributed in kind to the Company's capital contribution account (account 115 "*apport en capitaux propres non rémunéré par des titres*" of the Luxembourg standard Chart of Accounts).

Other non-distributable reserves consist of a reserve for net wealth tax to be kept in place for a period of five years from the date of creation, being up to and including 31 December 2026.

**NOTE 7 – CREDITORS**

Creditors are mainly composed as follows:

	2022 EUR			2021 EUR
	Within 1 year	After 1 year and within 5 years	Total	Total
Amounts owed to affiliated undertakings	5 673 946	-	5 673 946	3 258 276
Trade creditors	378 722	-	378 722	778 841
Tax and social security debts	59 887	-	59 887	132 689
Other creditors	62 700	-	62 700	94 732
<b>Total</b>	<b>6 175 255</b>	<b>-</b>	<b>6 175 255</b>	<b>4 264 538</b>

**NOTE 8 – CONTRACT WORK IN PROGRESS**

Contract work in progress represents the gross unbilled amount expected to be collected from customers for contract work performed to date. A positive work in progress balance is classified as an asset and a negative balance is classified in liability.

The Company has 26 contracts in 2022 (2021: 18) under which revenue is recognised. The details are as follows:

	<b>2022</b> <b>EUR</b>	<b>2021</b> <b>EUR</b>
Revenue recognised based on percentage of completion	12 232 388	8 675 442
Less: Progress billings	-13 050 568	- 9 859 513
Less: Advances received for work not yet started	-78 400	-
Less: Value adjustment for expected loss on contract	-506 969	-
<b>Contract work in progress</b>	<b>-1 403 549</b>	<b>- 1 184 071</b>

The Company expects to realize a loss on the Juventas HERA contract with the European Space Agency. As such, a value adjustment of EUR 506 969 has been recognized. This adjustment increases the work in progress liability, and is recognized as a value adjustment expense in the profit and loss account.

**NOTE 9 – GROSS PROFIT OR LOSS**

Gross profit or loss is composed as follows:

	<b>2022</b> <b>EUR</b>	<b>2021</b> <b>EUR</b>
Revenue from customer contracts	3 560 199	4 230 394
Revenue from services rendered to affiliated undertakings	377 672	-
	<b>3 937 871</b>	<b>4 230 394</b>
Subcontracting, servicing, repairs and maintenance	2 068 576	1 450 884
Marketing and communication costs	125 085	83 602
Management fee	455 877	469 949
Professional fees	362 112	195 582
IT costs	32 448	47 424
Rental expenses	407 989	212 937
Other external expenses	48 990	27 000
	<b>3 501 077</b>	<b>2 487 378</b>
<b>Total</b>	<b>436 794</b>	<b>1 743 016</b>

Net turnover principally comprises revenue from customer contracts recognised based on percentage of completion. The turnover is primarily within the science and commercial segments and deliveries are mainly in the European Union.

Total audit fees for the financial year, part of professional fees, amount to EUR 29 400 (2021: EUR 34 650).

**NOTE 10 – STAFF COSTS**

The average number of full-time equivalent permanent employees during 2022 was 26 (2021: 20).

**NOTE 12 – COMMITMENTS AND CONTINGENCIES**

On November 25, 2022, an affiliated undertaking of the Company, GomSpace A/S, entered into a finance contract with the European Investment Bank (“the EIB”), whereby the EIB agreed to grant in favour of GomSpace A/S a credit in the amount of up to EUR 18 000 000.

As part of the conditions for the granting of this loan, the Company granted a first demand payment guarantee in favour of the EIB, ie. the Company guarantees to pay upon the EIB’s first written demand, without raising any defences or objections, set-off or counterclaim and without verification of the legal ground, any amount specified by the EIB.

The Company also has an operational commitment to supplier and service provider in the normal course of its business. Operating leases comprise building and vehicle rental.

**NOTE 13 – RELATED PARTIES’ TRANSACTIONS**

The Company conducts transactions with its parent company and subsidiaries thereof. These transactions may include loans granted to/by group entities, interest on these loans, and intercompany recharges in connection with delivery / reception of services.

	<b>2022 EUR</b>	<b>2021 EUR</b>
<b>Sales to affiliated undertakings</b>		
Sales to GomSpace A/S	757 945	427 567
Sales to GomSpace Group AB	377 672	-
Sales to GomSpace Sweden AB	2 945	-
<b>Total</b>	<b>1 138 562</b>	<b>427 567</b>
<b>Purchases from affiliated undertakings</b>		
Purchases from GomSpace A/S	315 392	153 454
Purchases from GomSpace France SAS	75 384	-
Purchases from GomSpace Group AB	449 540	541 234
Purchases from GomSpace Sweden AB	200 000	-1 579
<b>Total</b>	<b>1 040 316</b>	<b>693 109</b>
<b>Interest income</b>		
Interest on net receivable from GomSpace A/S	74 396	12 508
Interest on net receivable from GomSpace France SAS	131	-
<b>Total</b>	<b>74 527</b>	<b>12 508</b>
<b>Interest expense</b>		
Interest on net payable to GomSpace Group AB	63 009	75 413

**GomSpace Luxembourg S.à r.l.****NOTES TO THE ANNUAL ACCOUNTS AS AT DECEMBER 31, 2022**

Interest on net payable to GomSpace Sweden AB	6 862	5 648
<b>Total</b>	<b>69 871</b>	<b>81 061</b>

**NOTE 13 – RELATED PARTIES’ TRANSACTIONS (continued)**

	<b>2022 EUR</b>	<b>2021 EUR</b>
<b>Amounts owed by affiliated undertakings</b>		
Receivable from GomSpace A/S	3 090 420	3 217 194
Receivable from GomSpace France SAS	26 945	-
Receivable from GomSpace Group AB	2 507 869	-
<b>Total</b>	<b>5 625 234</b>	<b>3 217 194</b>
<b>Amounts owed to affiliated undertakings</b>		
Payable to GomSpace A/S	491 025	-
Payable to GomSpace Group AB	4 623 648	3 089 326
Payable to GomSpace Sweden AB	559 273	168 950
<b>Total</b>	<b>5 673 946</b>	<b>3 258 276</b>

**NOTE 15 – SUBSEQUENT EVENTS**

GomSpace Group AB ("GomSpace" or the "Company") announced on April 21, 2023, the outcome of the rights issue of new shares. In total, 77,939,396 new shares, corresponding to approximately EUR 9 million (SEK 101 million) were issued.

In March 2023, the group received the first tranche of EUR 5,03 million (SEK 56 million) of the loan with the EIB (see notes 2.2.14 and 12).

There has been no other subsequent event to the date these annual accounts were available to be issued, which requires adjustment of or disclosure in the annual accounts or notes.

**GomSpace Luxembourg S.à r.l.**  
**Société à responsabilité limitée**  
**Share Capital : EUR 12,000**  
**Registered office : 1, Boulevard du Jazz**  
**L-4370 Esch-sur-Alzette, Grand Duchy of Luxembourg (the**  
**“Company”)**

**Allocation of the result of the year**

The sole member of the Company decided on 23 August 2023 to carry forward the result for the financial year 2022 being a loss amounting to EUR 2,992,131.03.