

Registre de Commerce et des Sociétés

Numéro RCS : B213430

Référence de dépôt : L240232295

Déposé et enregistré le 17/10/2024

OUDFVBP20240828T19445401_002

RCSL Nr. : B213430

Matricule : 2017 2202 463

eCDF entry date : 15/10/2024

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

ispace EUROPE S.A.

5, rue de l'Industrie
L-1811 LUXEMBOURG**ASSETS**

	Reference(s)	Current year	Previous year
A. Subscribed capital unpaid	1101 _____	101 _____	102 _____
I. Subscribed capital not called	1103 _____	103 _____	104 _____
II. Subscribed capital called but unpaid	1105 _____	105 _____	106 _____
B. Formation expenses	1107 _____	107 _____	108 _____
C. Fixed assets	1109 _____ <u>3</u>	109 _____ <u>53.842,92</u>	110 _____ <u>22.449,27</u>
I. Intangible assets	1111 _____	111 _____ <u>5.068,31</u>	112 _____ <u>9.808,32</u>
II. Tangible assets	1125 _____	125 _____ <u>48.774,61</u>	126 _____ <u>12.640,95</u>
III. Financial assets	1135 _____	135 _____	136 _____
D. Current assets	1151 _____	151 _____ <u>2.248.008,27</u>	152 _____ <u>1.748.483,52</u>
I. Stocks	1153 _____ <u>4</u>	153 _____ <u>347.899,31</u>	154 _____ <u>166.506,75</u>
II. Debtors	1163 _____ <u>5</u>	163 _____ <u>1.219.166,33</u>	164 _____ <u>51.613,12</u>
a) becoming due and payable within one year	1203 _____	203 _____ <u>1.219.166,33</u>	204 _____ <u>51.613,12</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>680.942,63</u>	198 _____ <u>1.530.363,65</u>
E. Prepayments	1199 _____	199 _____ <u>34.981,62</u>	200 _____ <u>13.194,99</u>
TOTAL (ASSETS)		201 _____ <u>2.336.832,81</u>	202 _____ <u>1.784.127,78</u>

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

CAPITAL, RESERVES AND LIABILITIES

	Reference(s)	Current year	Previous year
A. Capital and reserves			
	1301 <u>6</u>	301 <u>42.130,34</u>	302 <u>-720.952,71</u>
I. Subscribed capital	1303 _____	303 <u>40.000,00</u>	304 <u>40.000,00</u>
II. Share premium account	1305 _____	305 <u>500.000,00</u>	306 <u>500.000,00</u>
III. Revaluation reserve	1307 _____	307 _____	308 _____
IV. Reserves	1309 _____	309 _____	310 _____
V. Profit or loss brought forward	1319 _____	319 <u>-1.260.952,71</u>	320 <u>-1.165.249,70</u>
VI. Profit or loss for the financial year	1321 _____	321 <u>763.083,05</u>	322 <u>-95.703,01</u>
VII. Interim dividends	1323 _____	323 _____	324 _____
VIII. Capital investment subsidies	1325 _____	325 _____	326 _____
B. Provisions	1331 _____	331 _____	332 _____
C. Creditors	1435 <u>7</u>	435 <u>1.119.166,47</u>	436 <u>1.016.642,47</u>
a) becoming due and payable within one year	1453 _____	453 <u>1.119.166,47</u>	454 <u>1.016.642,47</u>
b) becoming due and payable after more than one year	1455 _____	455 _____	456 _____
D. Deferred income	1403 <u>8</u>	403 <u>1.175.536,00</u>	404 <u>1.488.438,02</u>
TOTAL (CAPITAL, RESERVES AND LIABILITIES)		405 <u>2.336.832,81</u>	406 <u>1.784.127,78</u>

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ABRIDGED PROFIT AND LOSS ACCOUNT**Financial year from** ⁰¹ 01/01/2022 **to** ⁰² 31/12/2022 (in ⁰³ EUR)

ispace EUROPE S.A.

5, rue de l'Industrie
L-1811 LUXEMBOURG

	Reference(s)	Current year	Previous year
1. to 5. Gross profit or loss	1651 <u>9</u>	651 <u>3.069.470,65</u>	652 <u>1.557.261,21</u>
6. Staff costs	1605 <u>10</u>	605 <u>-2.225.761,29</u>	606 <u>-1.662.872,22</u>
a) Wages and salaries	1607 _____	607 <u>-1.974.055,32</u>	608 <u>-1.482.635,18</u>
b) Social security costs	1609 _____	609 <u>-251.705,97</u>	610 <u>-180.237,04</u>
i) relating to pensions	1653 _____	653 <u>-155.598,00</u>	654 <u>-111.401,81</u>
ii) other social security costs	1655 _____	655 <u>-96.107,97</u>	656 <u>-68.835,23</u>
c) Other staff costs	1613 _____	613 _____	614 _____
7. Value adjustments	1657 _____	657 <u>-14.033,83</u>	658 <u>-7.514,15</u>
a) in respect of formation expenses and of tangible and intangible fixed assets	1659 _____	659 <u>-14.033,83</u>	660 <u>-7.514,15</u>
b) in respect of current assets	1661 _____	661 _____	662 _____
8. Other operating expenses	1621 _____	621 <u>-32.770,70</u>	622 <u>-20.503,08</u>

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

	Reference(s)	Current year	Previous year
9. Income from participating interests	1715	715	716
a) derived from affiliated undertakings	1717	717	718
b) other income from participating interests	1719	719	720
10. Income from other investments and loans forming part of the fixed assets	1721	721	722
a) derived from affiliated undertakings	1723	723	724
b) other income not included under a)	1725	725	726
11. Other interest receivable and similar income	1727	727 <u>297,92</u>	728 <u>69,29</u>
a) derived from affiliated undertakings	1729	729	730
b) other interest and similar income	1731	731 <u>297,92</u>	732 <u>69,29</u>
12. Share of profit or loss of undertakings accounted for under the equity method	1663	663	664
13. Value adjustments in respect of financial assets and of investments held as current assets	1665	665	666
14. Interest payable and similar expenses	1627	627 <u>-29.304,70</u>	628 <u>-28.528,06</u>
a) concerning affiliated undertakings	1629	629 <u>-25.778,55</u>	630 <u>-25.748,78</u>
b) other interest and similar expenses	1631	631 <u>-3.526,15</u>	632 <u>-2.779,28</u>
15. Tax on profit or loss	1635	635	636
16. Profit or loss after taxation	1667	667 <u>767.898,05</u>	668 <u>-162.087,01</u>
17. Other taxes not shown under items 1 to 16	1637	637 <u>-4.815,00</u>	638 <u>-1.605,00</u>
18. Profit or loss for the financial year	1669	669 <u>763.083,05</u>	670 <u>-163.692,01</u>

1. GENERAL

ispace EUROPE S.A. (the “Company”) was incorporated in Luxembourg on 15 March 2017 as a *société anonyme* (“S.A.”) subject to the Luxembourg law for an unlimited period of time. The Company has its registered office at L-1811 Luxembourg, 5 rue de l’Industrie. The Company is registered with the “Registre de Commerce et des Sociétés” in Luxembourg under the number B213430.

The purpose of the Company is research and development, advertising and providing data and payload opportunities to the customers in creating systems to and on the moon.

The Company may make any transactions pertaining directly or indirectly to the taking of participating interests in any enterprises in whatever form, as well as the administration, the management, the control and the development of such participating interests.

The Company may particularly use its funds for the setting-up, the management, the development and the disposal of a portfolio consisting of any securities and patents of whatever origin, participate in the creation, the development and the control of any enterprise, acquire by way of contribution, subscription, underwriting or by option to purchase and any other way whatever, any type of securities and patents, realise them by way of sale, transfer, exchange or otherwise, have developed these securities and patents.

The Company may borrow in any form whatever.

The Company may grant to the companies of the group or to its shareholders, any support, loans, advances or guarantees, within the limits of the Luxembourg Law.

Within the limits of its activity, the Company can grant mortgage, contract loans, with or without guarantee, and stand security for other persons or companies, within the limits of the concerning legal dispositions.

The Company may take any measure to safeguard its rights and make any transactions whatsoever which are directly or indirectly connected with its purposes and which are liable to promote its development or extension.

The Company can generally undertake all industrial, commercial, financial, investment or real estate operations in the Grand Duchy of Luxembourg and abroad which are connected directly or indirectly in whole or in part to the corporate purpose.

The Company can achieve its objective directly or indirectly in its own name or for the account of a third party, alone or in association, undertaking all operations by nature in favour of the corporate purpose or the purpose of the companies in which it holds interests.

The financial year of the Company starts from 1 January up to 31 December of each year.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1. Basis of preparation

These annual accounts have been prepared in conformity with applicable legal and regulatory requirements in Luxembourg under the historical cost convention.

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

ispace EUROPE S.A.

Notes to the annual accounts for the year ended 31 December 2022 (Expressed in EUR)

2.2. Going Concern

These financial statements have been prepared on a going concern basis, which assumes that the Company will continue to operate for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of business.

The Company incurred a net gain of EUR 763.083,05 for the year ended 31 December 2022 (2021: net loss of 95.703,01), and its net equity amounts to EUR 42.130,34 as at 31 December 2022 (2021: negative equity of EUR 720.952,71).

The Board of Directors considers existing cash resources to be sufficient to continue operating activities for at least one year past the issuance date of the financial statements.

The Directors have made this assessment based on the following factors:

a) Letter of Comfort:

The Company has received a letter of Comfort from its sole shareholder which owns the loan described in Note 8. The sole shareholder intends not to demand the repayment of this loan within the foreseeable future until the Company secured its financial stability.

b) Cash Flow Projections:

Detailed cash flow projections have been prepared for the next 12 months, which indicate that the Company will have sufficient liquidity to continue its operations.

Based on these considerations, the Directors believe that the Company will continue as a going concern for at least the next 12 months.

2.3. Significant accounting policies

The following are the significant accounting policies and valuation rules adopted by the Company in the preparation of these annual accounts.

2.3.1. Foreign currency translation

The Company maintains its books and records in Euro ("EUR"). The abridged balance sheet and the abridged profit and loss account are expressed in EUR.

Translation of foreign currency transactions

Foreign currency transactions are translated into EUR using the exchange rates prevailing at the dates of the transactions.

Translation of foreign currency balances as at the balance sheet date

- Current assets denominated in currencies other than EUR are translated at the lower between the exchange rate prevailing at the balance sheet date and historical exchange rate;
- Creditors denominated in currencies other than EUR are translated at the higher between the exchange rate prevailing at the balance sheet date and historical exchange rate; and
- Cash at bank and in hand denominated in currencies other than EUR are translated at the exchange rates prevailing at the balance sheet date.

As a result, realised exchange gains and losses and unrealised exchange losses are recorded in the profit and loss account. Unrealised exchange gains are not recognised unless they arise from cash at bank and in hand.

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Notes to the annual accounts for the year ended 31 December 2022 (Expressed in EUR)

2.3.2. Intangible assets

Intangible assets are valued at purchase price including the expenses incidental thereto or at production cost, less cumulated depreciation amounts written off and value adjustments.

Intangible assets with an indefinite useful life are not amortized. In case of durable decline in value according to the opinion of the Board of Directors, value adjustments are made in respect of intangible assets so that these are valued at the lower figure to be attributed at the balance sheet date. These value adjustments are not continued if the reasons for which they were made ceased to apply.

The depreciation rates and methods are as follows:

	Depreciation rate	Depreciation method
Software licenses	20 %	straight-line

2.3.3. Tangible assets

Tangible assets are valued at purchase price including the expenses incidental thereto or at production cost. They are depreciated over their estimated useful economic lives.

The depreciation rates and methods are as follows:

	Depreciation rate	Depreciation method
Tools	12,5 %	straight-line
Computer equipment	33,33 %	straight-line

In case of durable decline in value according to the opinion of the Board of Directors, value adjustments are made in respect of tangible assets so that these are valued at the lower figure to be attributed at the balance sheet date. These value adjustments are not continued if the reasons for which they were made ceased to apply.

2.3.4. Inventories of finished goods and work and contracts in progress

Inventories of finished goods and work and contracts in progress are valued at the lower of production cost including the purchase price of the raw materials and consumables, the costs directly attributable to the product/contract in question and a proportion of the costs indirectly attributable to the product/contract in question, and market value. A value adjustment is recorded where the market value is below the production cost. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

2.3.5. Debtors

Debtors are recorded at their nominal value. These are subject to value adjustments where their recovery is compromised. These value adjustments are not continued if the reasons for which they were made ceased to apply.

2.3.6. Provisions

Provisions are intended to cover losses or debts which originate in the financial year under review or in the 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 they will arise.

Provisions for taxation

Provisions for taxation corresponding to the tax liability estimated by the Company for the financial years for which the tax return has not yet been filed are recorded under the caption "Creditors becoming due and payable within one year". The advance payments are shown in the assets of the balance sheet under the "Debtors becoming due and payable within one year" item.

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Notes to the annual accounts for the year ended 31 December 2022 (Expressed in EUR)

2.3.7. Creditors

Creditors are recorded at their reimbursement value.

2.3.8. Deferred income

Deferred income comprises income received during the financial year but relating to a subsequent financial year.

2.3.9. Gross profit or loss

Gross profit or loss comprises the amount derived from the sale of products and services after deducting sales rebates and value added tax and other taxes directly linked to the gross profit or loss.

2.3.10. Revenue recognition

The Company recognizes revenue when control of the goods is transferred to the customer or when the services are delivered to the customer, which reflects the completion of the performance obligation under the contract.

If a contract stipulates specific milestones, revenue is only recognized upon the full satisfaction of each milestone. The Company does not recognize revenue based on partial completion or as progress is made towards the fulfillment of a milestone.

Any payments received prior to the achievement of the corresponding milestone are recorded as deferred revenue and are only recognized as revenue when the respective milestone is completed.

In the case of intercompany (interco) revenue not governed by a milestone-defined contract, the Company recognizes revenue on a quarterly basis. Revenue is recognized based on the work hours recorded and the relevant costs incurred during the period for each interco project.

2.3.11. Income tax

The Company is subject to income taxes in Luxembourg.

3. FIXED ASSETS

Movements during the year are as follows:

	Intangible assets EUR	Tangible assets EUR	Total EUR
Gross book value – opening balance	60.958,40	15.939,50	76.897,90
Additions during the year	-	45.427,48	45.427,48
Disposals during the year	-	-	-
Gross book value – closing balance	60.958,40	61.366,98	122.325,38
Accumulated value adjustment – opening balance	-51.150,08	-3.298,55	-54.448,63
Allocation during the year	-4.740,01	-9.293,82	-14.033,83
Reversals during the year	-	-	-
Accumulated value adjustment – closing balance	-55.890,09	-12.592,37	-68.482,46
Net book value – closing balance	5.068,31	48.774,61	53.842,92

Intangible assets consist of licenses.

Tangible assets consist of tools and computer equipment.

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Notes to the annual accounts for the year ended 31 December 2022
(Expressed in EUR)

4. INVENTORIES OF WORK AND CONTRACTS IN PROGRESS

The amount of work in progress corresponds to the production costs of the work performed to fulfill the revenue that is deferred at year end.

Movements during the year are as follows:

	31/12/2022 EUR	31/12/2021 EUR
Work and contracts in progress, related to prior year	166.506,75	67.989,00
Work and contracts in progress recognized in 2022 from prior year	-166.506,75	-67.989,00
Work and contracts in progress, related to current year	347.899,31	166.506,75
Total	347.899,31	166.506,75

5. DEBTORS

Debtors are composed of the following and are becoming due and payable within one year:

	31/12/2022 EUR	31/12/2021 EUR
VAT receivable	52.079,12	50.551,32
Amount owed by Ispace, Inc. ("Sole Shareholder")	1.156.903,15	-
Social security office (CCSS)	-	1.061,80
Withholding tax on wages and salary	6.934,06	-
Other miscellaneous receivables (EURO2MOON)	3.250,00	-
Total	1.219.166,33	51.613,12

6. CAPITAL AND RESERVES

Movements during the year are as follows:

	Subscribed capital EUR	Share premium account EUR	Profit or loss brought forward EUR	Profit or loss for the financial year EUR	Total EUR
Opening balance	40.000,00	500.000,00	-1.165.249,70	-95.703,01	-720.952,71
Previous year's result (not yet allocated)	-	-	-95.703,01	95.703,01	-
Result for the financial year	-	-	-	763.083,05	763.083,05
Closing balance	40.000,00	500.000,00	-1.260.952,71	763.083,05	42.130,34

Subscribed capital

As at 31 December 2022, the subscribed capital of the Company amounts to EUR 40.000 represented by 1.000 shares with nominal value of EUR 40,00 each, all of which are fully paid (31/12/2021: EUR 40.000,00).

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Notes to the annual accounts for the year ended 31 December 2022 (Expressed in EUR)

Share premium account

As at 31 December 2022, the Company share premium account amounted to EUR 500.000,00 (31/12/2021: EUR 500.000,00).

Legal reserve

In accordance with relevant law, the Company is required to transfer a minimum of 5% of its net profit for each financial year to a legal reserve. This requirement ceases to be necessary once the balance on the legal reserve reaches 10% of the issued share capital. The legal reserve is not available for distribution to the shareholders. The Company incurred a loss during the previous financial year, hence, no legal reserve was allocated.

7. **CREDITORS**

Creditors are composed of the following and are becoming due and payable within one year:

	31/12/2022 EUR	31/12/2021 EUR
Amounts owed to Sole Shareholder:		
- Principal	858.292,66	869.292,66
- Accrued interest	6.490,10	6.472,38
Suppliers	39.303,50	46.531,65
Suppliers - invoices not yet received	107.765,56	56.627,83
Payables to administrations	107.314,65	37.787,87
Total	1.119.166,47	1.016.642,47

On 31 July 2022, the loan agreement dated 31 July 2021 was terminated and replaced with a new loan for an amount of EUR 858.292,66 effective as of 1 August 2022 for a 1 year maturity at a rate of 3% per annum.

During the financial year ended 31 December 2022, the Company incurred interest of EUR 25.778,55 (2021: EUR 25.748,78).

8. **DEFERRED INCOME**

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

Movements during the year are as follows:

	31/12/2022 EUR	31/12/2021 EUR
Advance payment from Fonds National de Recherche	-	3.844,02
Advance payment from ESA	475.536,00	484.594,00
Advance payment from ispace, inc	700.000,00	1.000.000,00
Total	1.175.536,00	1.488.438,02

During the year, the Company received advance payments in relation to the sale of services to ESA and ispace inc (note 9)

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Notes to the annual accounts for the year ended 31 December 2022 (Expressed in EUR)

9. **GROSS PROFIT**

The gross profit is composed as follows:

	31/12/2022 EUR	31/12/2021 EUR
Sales of services	3.562.057,02	1.715.679,80
Change in inventories of work in progress (Note 4)	181.392,56	166.506,75
Subsidies and miscellaneous operating activities	15.332,33	46.128,24
External charges	-689.311,26	-303.064,58
Total	3.069.470,65	1.625.250,21

During the year, the Company was providing services to the European Space Agency ("ESA") under a LuxIMPULSE contract and to ispace, inc under various service Agreements.

10. **STAFF COSTS**

The Company had an average of 25 employees during the financial year ended 31 December 2022 (2021: 18 employees).

11. **EMOLUMENTS GRANTED TO THE MEMBERS OF THE MANAGEMENT AND SUPERVISORY BODIES AND COMMITMENTS IN RESPECT OF RETIREMENT PENSIONS FOR FORMER MEMBERS OF THOSE BODIES**

The Company did not grant any emoluments and has no commitments in respect of retirement pensions to members of its management during the financial year ended 31 December 2022 (2021: nil).

12. **ADVANCES AND LOANS GRANTED TO THE MEMBERS OF THE MANAGEMENT AND SUPERVISORY BODIES**

The Company did not grant any advances or loans to members of its management during the financial year ended 31 December 2022 (2021: nil).

13. **OFF BALANCE SHEET COMMITMENTS**

There are no off-balance sheet commitments as at 31 December 2022.

14. **SUBSEQUENT EVENTS**

There are no significant events after the balance sheet date.