

ANNUAL REPORT

beginning of financial year: 01.01.2021

end of the financial year: 31.12.2021

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Table of contents

Management report	3
The annual accounts	4
Statement of financial position	4
Income statement	5
Statement of cash flows	6
Statement of changes in equity	7
Notes	8
Note 1 Accounting policies	8
Note 2 Receivables and prepayments	10
Note 3 Payables and prepayments	11
Note 4 Contingent liabilities and assets	11
Note 5 Share capital	11
Note 6 Net sales	12
Note 7 Cost of goods sold	12
Note 8 Labor expense	12
Note 9 Related parties	12
Note 10 Events after the reporting date	14
Signatures	15
Sworn auditor's report	16

Management report

Northern Horizon Capital AS is an entity established on 24 March 2004 for the management of real estate and real estate investments. The founder and the parent company of Northern Horizon Capital AS is Northern Horizon Capital A/S registered in the Kingdom of Denmark.

Northern Horizon Capital AS is a licensed fund manager and reports to the Estonian Financial Supervision Authority. Northern Horizon Capital AS is a management company of Baltic Horizon Fund, which is a real estate fund operating in the Baltic States.

Baltic Horizon is a registered public closed-end real estate fund listed on Nasdaq Tallinn stock exchange on 6 July 2016 and dual-listed on Nasdaq Stockholm stock exchange. The first trading day with the fund's units on Nasdaq Stockholm was 23 December 2016.

The coronavirus (COVID-19) outbreak has disrupted worldwide economy since the beginning of 2020 and had negative impact on the Baltic Horizon Fund managed by the Company, and the Company itself both in 2020 and 2021. On-going lockdown measures impacted number of tenants, especially in retail assets (i.e. shopping centres). In 2021, the Company's revenues remained at the same level as previous year and amounted to EUR 1,744,271 (2020: EUR 1,735,877), net profit has decreased and amounted to EUR 555,391 (2020: EUR 702,378). Average number of employees in 2021 was 4 with salary expenses amounting to employees EUR 261,794 (2020: 5 employees, salary expenses EUR 367,512).

As of year-end, the Management Board consists of three members. The Management Board members were paid remuneration in the amount of EUR 24,000. The Supervisory Board consists of three members.

After the end of the financial year, a Ukraine-Russia war has started in February 2022. The Company and Baltic Horizon Fund has no investments or other direct exposure in Russia or Ukraine and the management expects that the current geopolitical environment will have limited direct impact on the Company's financials.

In 2022, the Company continues its activities of managing the investments of Baltic Horizon Fund. Given successful implementation of strategic plans, management expects that Company's revenues and net profits for the year 2022 will exceed the corresponding figures achieved in 2021.

Key financial ratios		2021	2020
Change in revenue (%)		0,5	-22
Change in equity (%)		-5	-2
Liquidity ratios			
Current ratio	current assets / current liabilities	3,29	5,97
Quick ratio	(current assets - inventories - prepayments) / current liabilities	2,99	5,54
Cash ratio	cash / current liabilities	0,76	3,86
Profitability ratios			
Net profit margin (%)	net profit / revenue * 100	32	40
ROA (%)	net profit / average total assets * 100	11	14
ROE (%)	net profit / average equity * 100	12	14
Leverage ratios			
Debt ratio (%)	total liabilities / total liabilities and equity * 100	4	5
Debt-to-equity ratio (%)	total liabilities / equity * 100	4	6

The annual accounts

Statement of financial position

(In Euros)

	31.12.2021	31.12.2020	Note
Assets			
Current assets			
Cash and cash equivalents	145 464	1 065 665	
Receivables and prepayments	484 212	582 427	2
Total current assets	629 676	1 648 092	
Non-current assets			
Receivables and prepayments	4 250 000	3 560 000	2
Property, plant and equipment	2 420	3 215	
Total non-current assets	4 252 420	3 563 215	
Total assets	4 882 096	5 211 307	
Liabilities and equity			
Liabilities			
Current liabilities			
Payables and prepayments	191 485	276 087	3
Total current liabilities	191 485	276 087	
Total liabilities	191 485	276 087	
Equity			
Issued capital	138 899	138 899	5
Share premium	95 803	95 803	
Statutory reserve capital	13 890	13 890	
Retained earnings (loss)	3 886 628	3 984 250	
Annual period profit (loss)	555 391	702 378	
Total equity	4 690 611	4 935 220	
Total liabilities and equity	4 882 096	5 211 307	

Income statement

(In Euros)

	2021	2020	Note
Revenue	1 744 271	1 735 877	6
Cost of sales	-1 168 834	-1 003 966	7
Gross profit (loss)	575 437	731 911	
Distribution costs	-6 323	-8 477	
Administrative expense	-35 102	-27 979	
Operating profit (loss)	534 012	695 455	
Gain (loss) from financial investments	-12	-1 377	
Interest income	174 904	184 391	
Other financial income and expense	-25	653	
Profit (loss) before tax	708 879	879 122	
Income tax expense	-153 488	-176 744	
Annual period profit (loss)	555 391	702 378	

Statement of cash flows

(In Euros)

	2021	2020	Note
Cash flows from operating activities			
Operating profit (loss)	534 012	695 455	
Adjustments			
Depreciation and impairment loss (reversal)	2 250	1 874	7
Other adjustments	-12	13 203	
Total adjustments	2 238	15 077	
Changes in receivables and prepayments related to operating activities	98 215	517 452	2
Changes in payables and prepayments related to operating activities	-84 602	47 203	3
Other cash flows from operating activities	-25	0	
Total cash flows from operating activities	549 838	1 275 187	
Cash flows from investing activities			
Purchase of property, plant and equipment and intangible assets	-1 455	-1 455	
Other cash payments to acquire other financial investments	0	-4 303	
Loans given	-1 660 000	-1 400 000	9
Repayments of loans given	970 000	1 785 419	9
Interest received	174 904	184 391	
Dividends received	0	650	
Total cash flows from investing activities	-516 551	564 702	
Cash flows from financing activities			
Dividends paid	-800 000	-800 000	
Income tax refund (paid)	-153 488	-76 744	
Total cash flows from financing activities	-953 488	-876 744	
Total cash flows	-920 201	963 145	
Cash and cash equivalents at beginning of period	1 065 665	102 520	
Change in cash and cash equivalents	-920 201	963 145	
Cash and cash equivalents at end of period	145 464	1 065 665	

Statement of changes in equity

(In Euros)

					Total
	Issued capital	Share premium	Statutory reserve capital	Retained earnings (loss)	
31.12.2019	138 899	95 803	13 890	4 784 250	5 032 842
Annual period profit (loss)	0	0	0	702 378	702 378
Declared dividends	0	0	0	-800 000	-800 000
31.12.2020	138 899	95 803	13 890	4 686 628	4 935 220
Annual period profit (loss)	0	0	0	555 391	555 391
Declared dividends	0	0	0	-800 000	-800 000
31.12.2021	138 899	95 803	13 890	4 442 019	4 690 611

See Note 4 and 5.

Notes

Note 1 Accounting policies

General information

The 2021 financial statements of Northern Horizon Capital AS have been prepared in conformity with the Estonian Financial Reporting Standard. The Estonian Financial Reporting Standard is a body of financial reporting requirements based on the internationally accepted accounting and reporting principles, whose general requirements have been set out in the Estonian Accounting Act and which are supplemented by the guidelines issued by the Estonian Accounting Standards Board (hereinafter ASBG). The financial statements have been prepared based on the cost principle, unless otherwise prescribed in the accounting principles below. The financial statements have been prepared in euros.

Cash and cash equivalents

Cash in hand, bank account balances and deposits with the term of up to 3 months are recorded as cash and cash equivalents in the statement of financial position and statement of cash flows.

Foreign currency transactions and assets and liabilities denominated in a foreign currency

The functional currency of the company is the euro. Foreign currency transactions have been reported based on official rates of the European Central Bank prevailing at the transaction date. Foreign currency denominated monetary assets and liabilities are translated into the functional currency based on the official foreign currency exchange rates of the European Central Bank prevailing at the balance sheet date. Foreign exchange gains and losses resulting from translation are recognised in the statement of income of the accounting period.

Receivables and prepayments

Accounts receivable, accrued income and other short-term and long-term receivables (incl. loan receivables, deposits) are measured at amortised cost. At each balance sheet date the management shall assess whether there are signs indicating that the financial assets may be impaired. If there exist any such signs, the financial assets carried at amortised cost will be written down to the present value of future expected collectible amounts. Impairment losses are recognised as an expense in the statement of income.

Plant, property and equipment and intangible assets

Asset items with the cost of over 1,700 euros and the useful life of over one year are recognised as property, plant and equipment. Assets that have a useful life of over one year but the cost of which is less than 1,700 euros, are fully expensed, with the exception of computers which are recognised as property, plant and equipment even if their cost is below the established threshold for recognizing the non-current assets.

Property, plant and equipment are initially recognised at their acquisition cost, which consists of the purchase price and any costs directly attributable to the acquisition of the asset.

Subsequently the items of property, plant and equipment are carried in the statement of financial position at cost, less accumulated depreciation and any accumulated impairment losses. The straight-line method is used for depreciating items of property, plant and equipment. The ranges of useful lives of the non-current assets are 3-5 years.

Leases

The lease agreements where all material risks and rewards related to the ownership of the assets are transferred to the lessee are classified as finance leases. All other lease transactions are classified as operating leases.

The company as the lessee

The finance lease is recognised as an asset and a liability at amounts equal to the fair value of the leased asset or at the present value of the minimum lease payments, if lower. Lease payments are allocated to the interest expense and the reduction of the residual value of the liability.

Payments made under operating leases are charged to expenses in the statement of income on a straight-line basis over the lease term.

Financial liabilities

Financial liabilities are initially recognised at their cost which is the fair value of the consideration received for the financial liability. Subsequently the financial liabilities are measured at their amortised cost, by using the effective interest rate method. All transactions costs are taken into consideration upon calculating the effective interest rate and are expensed over the term of the financial liability. The interest expense accompanying the financial liabilities is recorded on an accrual basis in the statement of income under the row "financial income and expense".

A financial liability is derecognised when it is discharged, cancelled or it expires.

Provisions and contingent liabilities

A provision is recognized if the company has a present legal or constructive obligation as a result of events that occurred before the balance sheet date, the settlement of the obligation is probable and the amount of the obligation can be measured reliably. Other potential or present obligations whose settlement is not probable or whose amount of accompanying costs cannot be measured with sufficient reliability are disclosed as contingent liabilities in the notes to the financial statements.

Equity statutory reserve capital

Reserve capital is formed from the annual net profit reserve. Under the articles of association, the capital reserve has to amount to one tenth of share capital and pursuant to section 336(2) of the Estonian Commercial Code every year at least one twentieth of net profit for the year has to be transferred to the capital reserve. When the level outlined in the articles of association has been achieved, transfers may be discontinued.

Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable taking into account the amount of any trade discounts and volume rebates granted. Revenue from the sale of goods is recognised when all significant risks incidental to ownership have been transferred from the seller to the buyer, the amount of revenue and the costs incurred in connection with the transaction can be measured reliably and the receipt of the economic benefits associated with the transaction is probable.

Revenue from the sale of services is recognised after the provision of services or, if services are performed over a longer time-period, based on the stage of completion method.

Taxation

In accordance with the Income Tax Act, profits distributed as dividends are taxed at the rate of 20/80 of the amount paid out as a net dividend. The corporate income tax accompanying the payment of dividends is recognized as a liability and an income tax expense in the statement of income in the period in which the dividends are declared, regardless of the period for which the dividends are declared or when the actual payment is made.

A reduced tax rate of 14/86 is applied for regularly paid dividends. The reduced rate applies to that part of the profit, which is less than or equal to the average of the dividends paid in the previous three years. Due to the nature of the taxation system, companies registered in Estonia do not differ from the tax accounting and balance sheet residual values of their assets and consequently, deferred tax assets and liabilities. No contingent income tax liability is recognized in the balance sheet which would arise from retained earnings on the payment of dividends.

Related parties

A related party is a person or a company that is related to Northern Horizon Capital AS (the Company) to such an extent that transactions between them may be conducted on terms not equivalent to those used in arm's length transactions.

A person or a close member of that person's family (i.e. a family member who may be associated with significant influence such as the spouse or the domestic partner or a child) is a related party for the Company if that person:

- (a) is a member of the management of the Company or its parent company (i.e. a person having the authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly); or
- (b) has control of or significant influence over the Company (e.g. through an ownership interest).

A company is a related party for the Company if any of the following conditions apply:

- (a) the other company and the Company are under common control (i.e. they are members of the same group or controlled by the same person (or a close family member of that person));
- (b) one is under the control of a third party (that may be a company or a person) and the other is under the significant influence of that third party (if the third party is a person, then that person or a close family member of that person);
- (c) the other company has control of or significant influence over the Company;
- (d) the other company is under the control or significant influence of the Company;
- (e) a member of the management of the Company or the Company's parent company (i.e. a person having the authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly or its direct family member) has control of or significant influence over the other company;
- (f) the other company's management includes persons (or close family members of those persons) that have control of or significant influence over the Company.

Events after reporting date

The financial statements include all material events that affect the valuation of assets and liabilities, which were disclosed between the balance sheet date and date of preparing the report, but which are related to transactions that occurred during the reporting period or earlier periods. Post balance sheet date events, which have not been considered upon the valuation of assets and liabilities, but which significantly affect the result of the next financial year have been disclosed in the financial statements.

Note 2 Receivables and prepayments

(In Euros)

	31.12.2021	Allocation by remaining maturity			Note
		Within 12 months	1 - 5 years	Over 5 years	
Accounts receivable	420 255	420 255	0	0	9
Tax prepayments and receivables	481	481	0	0	
Loan receivables	4 250 000	0	4 250 000	0	9
Prepayments	59 303	59 303	0	0	
Deferred expenses	59 303	59 303	0	0	
Other receivables	4 173	4 173	0	0	
Total receivables and prepayments	4 734 212	484 212	4 250 000	0	

	31.12.2020	Allocation by remaining maturity			Note
		Within 12 months	1 - 5 years	Over 5 years	
Accounts receivable	434 507	434 507	0	0	9
Tax prepayments and receivables	603	603	0	0	
Loan receivables	3 560 000	0	3 560 000	0	9
Other receivables	20 512	20 512	0	0	
Accrued income	20 512	20 512	0	0	
Prepayments	118 544	118 544	0	0	
Deferred expenses	118 544	118 544	0	0	
Other receivables	8 261	8 261	0	0	
Total receivables and prepayments	4 142 427	582 427	3 560 000	0	

Loan receivables are the loan receivable from parent company with interest rate 4,2% (2020: 4.2%), due date 31.12.2025, base currency EUR.

Note 3 Payables and prepayments

(In Euros)

	31.12.2021	Within 12 months
Trade payables	117 864	117 864
Tax payables	9 285	9 285
Other payables	64 336	64 336
Total payables and prepayments	191 485	191 485
	31.12.2020	Within 12 months
Trade payables	114 619	114 619
Tax payables	119 245	119 245
Other payables	42 223	42 223
Total payables and prepayments	276 087	276 087

As of 31.12.2021, payable to related parties amounted to EUR 116,123 (31.12.2020: EUR 109,548). See Note 9.

Note 4 Contingent liabilities and assets

(In Euros)

	31.12.2021	31.12.2020
Contingent liabilities		
Distributable dividends	3 553 615	3 749 302
Income tax liability on distributable dividends	888 404	937 326
Total contingent liabilities	4 442 019	4 686 628

The calculation of the maximum potential income tax liability is based on the assumption that the sum of distributable net dividends and the accompanying income tax on payment of dividends in the statement of income 2021 may not exceed the distributable profit as of 31.12.2021.

The tax authorities may at any time inspect the tax accounting of the company within 5 years subsequent to the due date for submitting tax declarations, and may impose additional tax assessments, interest and fine if any mistakes are disclosed in the tax accounting. The company's management is not aware of any circumstances which may give rise to a potential material tax liability in this respect.

Note 5 Share capital

(In Euros)

	31.12.2021	31.12.2020
Share capital	138 899	138 899
Number of shares (pcs)	26 399	26 399

The share capital of Northern Horizon Capital AS consists of 12,500 Class A shares with a nominal value of EUR 10 and 13,899 Class B shares with a nominal value of EUR 1. The B Class shares were issued with a premium in the amount of EUR 95,803.

Note 6 Net sales

(In Euros)

	2021	2020	Note
Net sales by geographical location			
Net sales in European Union			
Estonia	1 744 271	1 735 877	9
Total net sales in European Union	1 744 271	1 735 877	
Total net sales	1 744 271	1 735 877	
Net sales by operating activities			
Fund management	1 744 271	1 735 877	9
Total net sales	1 744 271	1 735 877	

Note 7 Cost of goods sold

(In Euros)

	2021	2020	Note
Leases	28 255	27 432	
Miscellaneous office expenses	33 162	32 637	
Travel expense	5 365	13 025	
Labor expense	340 551	416 350	8
Depreciation	2 250	1 874	
Legal and other consultations	4 713	11 235	
Management services	700 265	448 833	
Other	54 273	52 580	
Total cost of goods sold	1 168 834	1 003 966	

Note 8 Labor expense

(In Euros)

	2021	2020	Note
Wage and salary expense	197 492	272 909	
Social security taxes	64 302	94 603	
Insurance	77 971	47 965	
Other	786	873	
Total labor expense	340 551	416 350	7
Average number of employees in full time equivalent units	4	5	

Note 9 Related parties

(In Euros)

Name of accounting entity's parent company	Northern Horizon Capital A/S
Country where accounting entity's parent company is registered	Denmark

Related party balances according to groups

SHORT TERM	31.12.2021	31.12.2020	Note
Receivables and prepayments			
Other entities belonging into same consolidation group	0	3 265	
Management and higher supervisory body and individuals with material ownership interest and material influence of management and higher	420 255	434 507	2
Total receivables and prepayments	420 255	437 772	
Payables and prepayments			
Other entities belonging into same consolidation group	116 123	109 548	3
Total payables and prepayments	116 123	109 548	

LONG TERM	31.12.2021	31.12.2020	Note
Receivables and prepayments			
Parent company	4 250 000	3 560 000	2
Total receivables and prepayments	4 250 000	3 560 000	

GIVEN LOANS	31.12.2019	Given loans	Given loans repayments	31.12.2020	Interest accrued for period	Note
Parent company	3 945 419	1 400 000	1 785 419	3 560 000	184 377	
Total given loans	3 945 419	1 400 000	1 785 419	3 560 000	184 377	

GIVEN LOANS	31.12.2020	Given loans	Given loans repayments	31.12.2021	Interest accrued for period	Note
Parent company	3 560 000	1 660 000	970 000	4 250 000	174 888	
Total given loans	3 560 000	1 660 000	970 000	4 250 000	174 888	

SOLD	2021		2020	
	Services		Services	
Management and higher supervisory body and individuals with material ownership interest and material influence of management and higher		1 744 271		1 735 877
Total sold		1 744 271		1 735 877

BOUGHT	2021		2020	
	Services		Services	
Other entities belonging into same consolidation group		701 029		463 125
Total bought		701 029		463 125

Remuneration and other significant benefits calculated for members of management and highest supervisory body		
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	2021	2020
Remuneration	24 000	24 000
Other remuneration	89 718	93 066

Northern Horizon Capital AS has provided fund management services to related parties (these transactions are reflected in the table above under row "Management and higher supervisory body and individuals with material ownership interest and entities under their prevalent or material influence"). Company purchased investment advisory, fund management, risk management, compliance, other routine administration and management services also IT, event organizing, office and other re-invoiced services from related parties.

In case of premature termination of the employment contract with members of the Management Board, the company has an obligation to pay termination compensation (the compensation for members of the Management Board amounts to twelve months' average salary according to the contracts in place as of the balance sheet date).

In 2021 and 2020, no impairment was recognized in respect of accounts receivable from related parties. Additional information on transactions and balances with related parties has been disclosed in Notes 2 and 3.



Note 10 Events after the reporting date

After the end of the financial year, a Ukraine-Russia war has started in February 2022. The Company and Baltic Horizon Fund has no investments or other direct exposure in Russia or Ukraine and the management expects that the current geopolitical environment will have limited direct impact on the Company's financials.

The events occurred between the reporting date on 31 December 2021 and the authorization of this report don't have an effect on the results of the 2021 reporting period.

SIGNATURES OF THE MANAGEMENT BOARD TO 2021 ANNUAL REPORT

We hereby confirm the correctness of data presented in Northern Horizon Capital AS 2021 annual report:

Name	Position	Signature	Date
Tarmo Karotam	Member of the managing board		28.04.2022
Aušra Stankevičienė	Member of the managing board		28.04.2022



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Translation of the Estonian Original

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Northern Horizon Capital AS

Opinion

We have audited the financial statements of Northern Horizon Capital AS, which comprise the statement of financial position as at 31 December 2021, and the income statement, statement of cash flows and statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Northern Horizon Capital AS as at 31 December 2021, and its financial performance and its cash flows for the year then ended in accordance with the Estonian Financial Reporting Standard.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Estonia). Our responsibilities under those standards are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report. We are independent of the Company in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA code) together with the ethical requirements that are relevant to our audit of the financial statements in Estonia, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

Management is responsible for the other information. Other information consists of Management report, but does not consist of the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Estonian Financial Reporting Standard, and for such internal control as management 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, management 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities 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 an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing (Estonia) 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 International Standards on Auditing (Estonia), 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 management;
- ▶ conclude on the appropriateness of management's 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 auditor's report 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 auditor's report. 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.

Tallinn, 28 April 2022



Erki Usin
Authorised Auditor's number 496
Ernst & Young Baltic AS
Audit Company's Registration number 58