



2021

ANNUAL REPORT





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# WYLD NETWORKS IN BRIEF

Wyld Networks is a virtual satellite network operator that develops and delivers innovative wireless technology solutions that enable affordable connectivity for Internet of Things (IoT) devices and sensors anywhere in the world – especially for the 85% of the world's surface where there are no cellular networks.

Read more on [www.wyldnetworks.com](http://www.wyldnetworks.com)



# WYLD PRODUCTS & SERVICES

Wyld Networks have developed Wyld Connect and Wyld Fusion to provide complete end-to-end hybrid satellite and terrestrial IoT connectivity solutions for customers to collect data from any where in the world.

The company generates revenue from single fees of Wyld Connect and reoccurring fees for data through Wyld Fusion on a monthly reoccurring basis.



## WYLD CONNECT Hardware for satellite and terrestrial IoT

### SATELLITE

AM102 module  
ATM01 terminal  
STK102 starter kit  
AE102 evaluation kit



Wyld Connect® Satellite Terminal (ATM01)



Wyld Connect® Satellite Module (AM102)

### TERRESTRIAL

AM104  
Evaluation kit



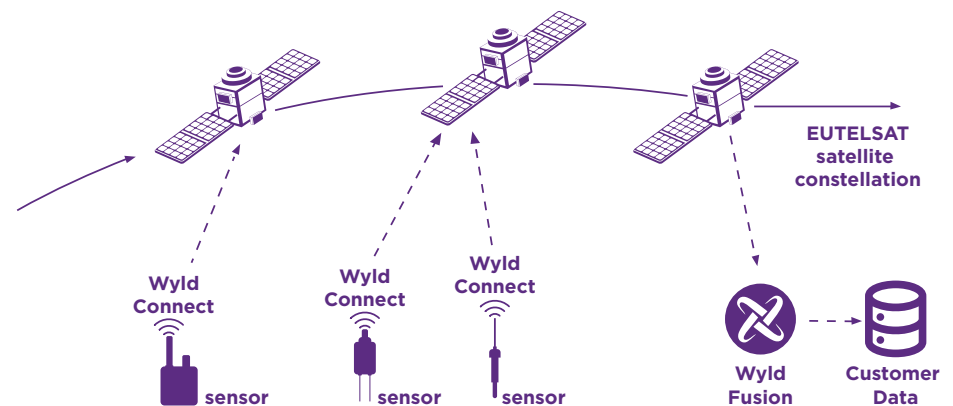
Terrestrial IoT Module (AM104)



Evaluation kit

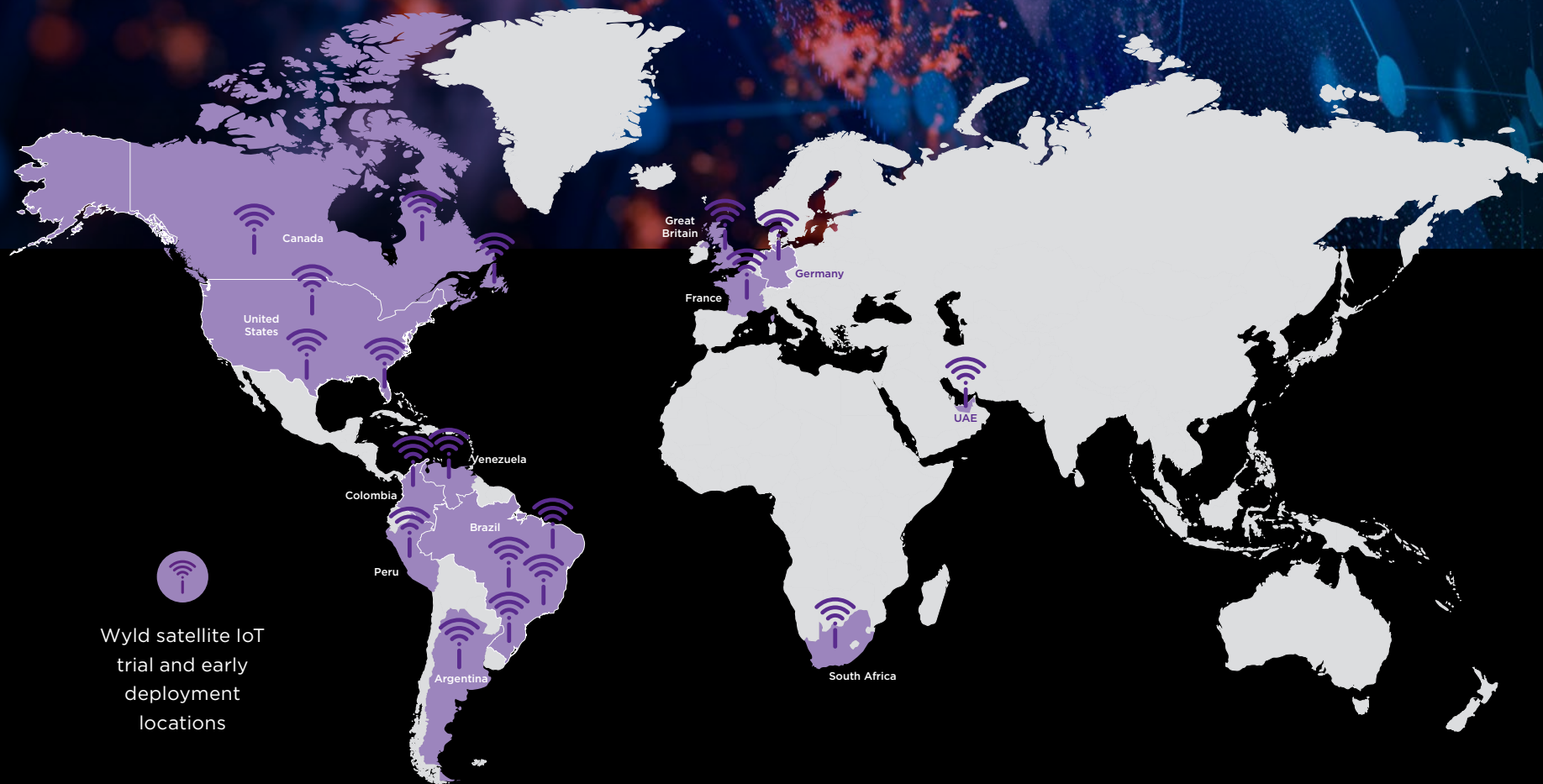


## WYLD FUSION Provisioning and payment platform





# COMMERCIALISATION STRATEGY

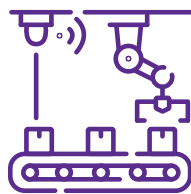


# SIGNED AGREEMENTS

During 2021 Wyld continued to pilot our satellite IoT solution and engage with customers to secure orders for the Wyld Connect products ahead of the commercial launch of the full service in 2022. To date we have formed partnerships with prospective service launch partners.



**ENERGY**  
1 company



**SENSOR  
MANUFACTURERS**  
12 companies



**AGRICULTURE**  
10 companies



**UTILITIES**  
4 companies



**ECOSYSTEMS**  
2 companies



**SUPPLY CHAIN**  
1 company

## EXAMPLES OF PARTNER COMPANIES



# IMPORTANT HIGHLIGHTS

Solid foundations put in place in 2021 as the Wyld transformed from a development organisation into a fully commercial Company.

- In June the company completed an issue of units in connection with the listing on Nasdaq First North Growth Market. The offer was heavily oversubscribed, raising SEK 25 million before issue costs.
- The company received purchase orders from Eutelsat, our satellite partner, and Bayer Crop Science for SEK 2.3 million to deliver satellite IoT test terminals
- The company put in place an accelerated commercial operating plan and obtained a loan of SEK 12 million.
- Wyld Networks strengthened its technical and commercial position, protecting its IP and brand, with a published patent application for its cutting-edge technology and secured trademarks for the Wyld brand.
- The company joined the LoRa Alliance®, the global association of companies backing the open LoRaWAN® standard for the Internet of Things (IoT), to ensure the company participates in the standardisation process within the industry for its solutions.
- The company signed agreements with 22 customer as launch partners to pilot the Wyld satellite IoT solution such as Chevron, Rijk Zwaan, East West Seeds, Fujitsu and Bayer in preparation of the launch of the service in second half 2022.
- The company received new purchase orders in Q1 2022 totalling SEK 28.3 million as the company launched its Wyld Connect product.

## FINANCIAL SUMMARY

Group	2021	2020
Total income, KSEK	6,529	5,797
EBIT, KSEK	-26 386 <sup>1)</sup>	-9,777
Earnings per share, SEK	neg	neg

1) Includes one-off costs of SEK 6.23m mainly related to the company's IPO.



## COMMENTS FROM THE CEO

# SOLID FOUNDATIONS PUT IN PLACE IN 2021

2021 has been a transformational year for Wyld Networks as we moved the Company through the development phase into the commercialisation phase resulting in receiving substantial purchase orders early in 2022 of approximately SEK 28 million in advance of the launch of the full satellite IoT service due in the second half of 2022.

In a turbulent year on the financial markets we listed Wyld Networks AB on the NASDAQ First North Growth Market on 2nd July 2021 with an oversubscribed IPO issuing 2,275,000 shares at SEK 11.1 raising SEK 25 million. We closed the year with a share price on the 31st December 2021 of SEK 20.75.

## 3 FOCUS PILLARS FOR SUCCESS IN 2021

We created three separate streams of activities in 2021, namely the solution development plan, the commercial customer engagement plan and the market awareness and strategy plan.

### 1. Customer engagement plan

In respect to the commercial customer engagement plan we successfully signed agreements with 22 customers as launch partners to test our satellite IoT solution and

received purchase orders of over SEK 28 million in Q1 2022 for our Wyld Connect IoT module which we launched for sale in the same quarter.

These purchase orders do not include the monthly service fee which will be due for payment when the end to end service is launched in the second half of 2022. The monthly service fee is a key part of our revenue generation, in which customers pay a monthly fee for the service we provide for each Wyld Connect IoT module deployed. This monthly fee will provide the company with predictable and cumulative recurring revenues.

The sales cycle process with our launch partners involves validation of our technology during on-site trials prior to commercial negotiations and receipts for purchase orders. Wyld Connect IoT modules are integrated into our customers IoT sensors in readiness for the end-to-end service being switched on, at which point the



"Solid foundations put in place in 2021 as the Company transformed from a development organisation into fully commercial Company."



## COMMENTS FROM THE CEO

monthly service fee is payable. To date we have received 3 orders from the current 22 launch partners totalling SEK 28 million. We will continue to build a pipeline of both new launch partners and purchase orders.

## 2. Solution development plan

Our solution development plan is ahead of schedule and was a major focus for the company during the year. We have made good progress in the development of Wyld Connect (LoRaWAN® satellite IoT terminal and module) and Wyld Fusion (provisioning and payment platform).

We completed the hardware development of Wyld Connect – the world's first Long Range-Frequency Hopping Spread Spectrum (LR-FHSS) sensor-to-satellite IoT module. LR-FHSS enables satellites to connect vast remote areas around the globe.

We continue with the development of Wyld Fusion over the next months in preparation for the commercial launch of end-to-end satellite IoT service. Wyld Fusion is the platform that provides the functionality to provision

Wyld Connect, collect the data from the satellite ground station and deliver the data to our customers based on their monthly data fee.

In protecting our Intellectual Property (IP) we submitted our patent application which has moved through the internationalisation phase and into the nationalisation phase.

## 3. Market awareness and strategy plan

A recent report on satellite IoT solutions predicted that the market is set to grow, starting in 2021, to reach 5.6 billion in 2026, a compound annual growth of approximately 40% per year. The same report forecast the deployment of 30 million IoT modules in that time frame.

Clearly the need for market awareness for Wyld and our solution is also key in developing the pipeline of opportunities in the vertical markets we are focussing on. Our focus vertical markets are agriculture, environment, energy, utilities and supply chain. These vertical markets

are dominated by corporate companies who need to collect data from their IoT sensors predominately in the 85% of the worlds surface where there is no traditional terrestrial wireless coverage.

In 2021 we published news in over one hundred online journals and magazines, attended multiple trade shows as well as featuring on both the BBC and ITV television news programmes to convey our solution and explain how we affordably solve our target market customers problems.

In parallel we protected our brand in obtaining trademarks for “Wyld Connect”, “Wyld Fusion” and “Wyld.

We joined the LoRa Alliance®, the global association of companies backing the open LoRaWAN® standard for the IoT. It is extremely important that Wyld participates in the standardisation process within the industry for its solutions. The LoRa Alliance® also provides a platform for Wyld to showcase our technology to over 500 member companies such as Alibaba, Comcast's MachineQ, Google, Cisco, IBM, and many more.



GO GLOBAL, GO LOCAL  
GO WYLD





## COMMENTS FROM THE CEO

We have seen the early results of focusing on these 3 pillars of activity in 2021 in the receipt of our first significant purchase orders in early 2022. We will continue to follow the strategy outlined above to ensure the continued flow of business ahead of launching the service in second half 2022.

We envisage 2022 to be an extremely exciting and rewarding year for the company as we work toward launching the full end-to-end satellite service. We have already commercially launched the Wyld Connect product into the market in Q1 2022 with the ambition to get as many different types of 3rd party sensors into the field equipped with the Wyld satellite capability such that we can start to generate data revenue as soon as the service is launched. In supporting the commercial activities already started, we plan to recruit more sales people across the world specifically in the Americas and Asia Pacific. We will also continue to recruit technical

development resources to support the product roadmap to allow us to offer our solution for new uses cases, in particular engaging with mobile operators to extend their service to their customers with our solution.

I would like to thank all the employees in Wyld for their dedication and tireless efforts in delivering on the objectives we set in place for 2021 which have created the platform for commercialising the Company in 2022.

May 16 2022, Stockholm

Alastair Williamsson  
CEO



GO GLOBAL, GO LOCAL  
**GO WYLD**

# ADMINISTRATION REPORT

Wyld Networks AB (publ), corporate registration number 559307-1102

## Operations

The company's operations are to, directly or indirectly, develop and sell communication software solutions and to engage in associated operations.

The company is the Parent Company of Wyld Networks Ltd, a virtual reality satellite network operator that develops and delivers an innovative and wireless technical solution that enables reliable connections for Internet of Things (IoT) devices and sensors anywhere in the world – especially the 85% of the earth's surface where no mobile phone networks exist.

## Significant events during the year

Because the company was registered on March 15, this is the company's first period of operation and there are no comparative figures for the Parent Company.

An Extraordinary General Meeting on March 23, 2021 resolved on a non-cash issue of new shares to the existing owners. Through the non-cash issue, the company gained the shares in the UK-based company Wyld Networks Ltd, with its subsidiary Wyld Technologies Ltd, at a value of SEK 8,912,079. The share capital was thereby raised by SEK 500,000. At the same meeting, a resolution was passed to reduce the share capital by SEK 500,000 through a repayment to the shareholders.

In June, the company completed a new share issue in connection with the listing on Nasdaq First North Growth Market. The offering was substantially oversubscribed and contributed SEK 25 million before issue costs.

The Group secured orders worth SEK 2.3 million from Eutelsat, its satellite partner, and Bayer Crop Science for the delivery of satellite IoT test terminals.

The Group set up a commercial business plan and secured a loan of SEK 12 million.

Wyld Networks strengthened its technological and commercial position and protected its IP and brand through a published patent application for its cutting-edge technology, thereby securing the Wyld brand.

The Group joined the LoRa Alliance, the global association of companies backing the open LoRaWAN standard for IoT, to ensure the company's participation in the standardization process in the industry for its solutions.

The Group signed an agreement with 22 customers, including Chevron, Rijk Zwaan, East West Seeds, Fujitsu and Bayer, that will serve as launching partners for testing Wyld's satellite IoT solution in preparation for the launch of services in the second half of 2022.

COVID-19 had no impact on the company's operations during the fiscal year.

## Sales and earnings

### Group

Revenue of SEK 2,455 k in 2021 pertained primarily to development projects with two customers. The development of test objects for Eutelsat – a French satellite company – accounted for the largest portion of revenue, followed by soil moisture sensors for Delta T, a UK tech company.

Other revenue of SEK 4,074 k pertained to the accrued UK R&D tax credit based on R&D expenditure in 2021, which will be paid to the company in the second quarter of 2022. In 2021, more than SEK 3 million was received for R&D expenditure in 2020.

Operating costs in 2021 were impacted by non-recurring expenditure for preparations ahead of the IPO and other activities. Fixed costs in the operations remain extremely low. The number of employees increased in 2021 as a result of the employment of development engineers and qualified sales engineers.

## Research and development

During the year, the Group continued to invest in the development of software solutions that facilitate affordable connections for IoT devices and sensors.

To claim UK R&D tax deductions, all Wyld Networks' documentation regarding research and development including salary information is audited by Blick Rothenberg in London (part of the Azets International Business Services Group), which produces a 30-page report that is appended to Wyld Networks' UK tax refund. More than 13 full-time employees or full-time consultants were involved in Wyld Networks' research and development operations in 2021. Additionally, an average of eight engineers were employed full time at a development center in the EU.

Wyld Networks had development costs of SEK 16.1 million in 2021. A further SEK 150 k was invested in trademark and patent applications.

## Expected future performance

The company will continue to invest in research and development of its product range to continue ensuring that it can maintain a market advantage and a competitive position.

## Liquidity and financing

The Board of Directors have reasonable expectations that the Group will continue as a going concern for the foreseeable future. The Board is of the opinion that there is sufficient liquidity in the Group and its Parent Company to ensure continued operation for more than the next 12 months.

At the end of 2021, the Group had SEK 18.2 million in cash and bank balances, of which the Parent Company had cash and cash equivalents of more than SEK 15.7 million. The Board expects that the Parent Company's financial stability in 2022 will be supported by the receipt of a total of SEK 25 million in additional funds from existing share-





holders in April 2022 through warrants, and a similar amount in December 2022 and May 2023 through warrants. Management has agreed to contribute through providing investments in future funding rounds to raise capital. The UK subsidiary expects to receive remuneration of more than SEK 4 million in the second quarter of 2022 from the UK governmental R&D tax credit system owing to its R&D activities in 2021. In 2021, the Group received more than SEK 3 million from the same system for its R&D activities in 2020. In early 2022, the Group also received orders from two international customers at a value of more than SEK 20 million. Several other orders of this size are expected in 2022.

The Group has low levels of fixed costs and a limited number of permanent employees in order to maintain flexible costs on a par with revenue, financing and available resources.

Altogether, the Board members are satisfied considering the current status of the Group as a going concern that will be able to pay its liabilities as they fall due.

### Multi-year review (KSEK)

Group	2021	2020
Net sales	2,455	2,475
Loss after financial items	-26,946	-10,463
Total assets	26,144	5,870
Equity/assets ratio, %	39	neg

Parent Company	2021
Net sales	0
Loss after financial items	-5,510
Total assets	42,168
Equity/assets ratio, %	67

### Ownership

The Wyld Networks share has been traded on the Nasdaq First North Growth Market since July 2, 2021 under the ticker WYLD. There is only one class of shares, and all shares have the same right to a dividend and entitle the holder to one vote per share at general meetings.

### Shareholders in Wyld Networks AB (publ) as of December 31, 2021

Shareholder	No. of shares	Percent
Tern plc	4,855,579	58.70
Wardhaman Family Ltd	1,179,108	14.30
Clearstream Banking S.A.	199,577	2.40
UBS Switzerland AG	164,334	2.00
Alastair Williamson	134,919	1.60
Movitz Ljungberg	130,000	1.60
David Martin	100,000	1.20
Eugene Myers	96,768	1.20
Försäkringsbolaget, Avanza Pension	92,657	1.10
Philip Andersson	50,000	0.60
<b>Total, ten largest shareholders</b>	<b>7,002,942</b>	<b>84.70</b>
Other shareholders	1,264,366	15.30
<b>Total</b>	<b>8,267,308</b>	<b>100.00</b>

### Warrants

In conjunction with the listing of Wyld Networks AB's shares on Nasdaq First North Growth Market, warrants were also issued in two series: TO1 and TO2.

#### TO1

One (1) series TO1 warrant conveys the right to subscribe for one (1) share in the company during the period from March 22 to April 4, 2022. The cost of the warrants totals 70% of the volume-weighted average price of Wyld Networks's share during the measurement period, which ran from March 7 to March 18, 2022, up to a maximum of SEK 13.75 per share. The total number of series TO1 warrants is 2,275,000. Full exercise of all series TO1 warrants issued would raise proceeds of a maximum of SEK 31.3 million into the company.

#### TO2

One (1) series TO2 warrant conveys the right to subscribe for one (1) share in the company during the period from December 6 to December 19, 2022. The cost of the warrants

totals 70% of the volume-weighted average price of Wyld Networks's share during the measurement period, which runs from November 21 to December 2, 2022, up to a maximum of SEK 16.50 per share. The total number of series TO2 warrants is 2,275,000. Full exercise of all series TO2 warrants issued would raise proceeds of a maximum of SEK 37.5 million into the company.

On August 24, 2021, the Board of Directors decided to issue warrants in a new series, TO3.

#### TO3

In total, 2,275,000 series TO3 warrants have been issued, of which 1,093,956 warrants were issued to the creditor, Formue Nord Fokus A/S, and 1,181,044 warrants were issued to shareholders in the company as of September 8, 2021. Each series TO3 warrant conveys the right to subscribe for one (1) new share in the company against a cash payment corresponding to 70% of the volume-weighted average price of the company's share on the Nasdaq First North Growth Market during the period from May 2 to May 15, 2023. However, the subscription price can never be set at an amount lower than the quotient value for the company's share, and not higher than SEK 15.75. The subscription period for shares by virtue of series TO3 warrants will run from May 17, 2023 to May 31, 2023. If all series TO3 warrants are exercised, the company will raise proceeds of approximately SEK 35.8 million (based on a subscription price of SEK 15.75). Full exercise of all series TO3 warrants issued would produce a dilution effect of approximately 21.6%.

If all warrants are exercised, the number of shares in the company will increase by 6,825,000 and share capital will increase by SEK 569,480.

### Risks and uncertainties

The Wyld Networks Group is exposed to a number of global and Group-specific risks that could impact the operations, the financial performance and the Group's financial position. The foreseeable risks are identified and monitored centrally on the basis of established guidelines. The purpose of the

Group's risk management is to position the Group so that it can react correctly to potential risk events. The following is a non-exhaustive list of the risks that the Group considers to be significant, without reference to their significance.

#### Financial risk management

Through its operations, the Group is exposed to various financial risks, primarily currency risk, interest-rate risk, liquidity risk and credit risk.

#### Currency risk

The Group's sales, costs and expenditure arise primarily in pounds sterling (GBP). The Group also implements transactions in other currencies but its exposure to these currencies is not significant.

#### Interest-rate risk

The Group's interest-rate risk is primarily connected to interest-bearing liabilities, which amounted to SEK 12,000 k as of the balance-sheet date. All of the Group's interest-bearing liabilities carry variable interest rates.

#### Credit risk

The Group's credit risks relate primarily to accounts receivable. The maximum exposure corresponds to the carrying amount. The Group assesses the risk of losses continuously and, if necessary, impairment losses are posted according to the Group's policy.

#### Liquidity risk

Financing and sufficient liquidity are fundamental factors when it comes to operating an expanding business, and financing and liquidity management is an integral part of the Group's continuous budget and forecasting process.

#### Early development stage and future financing

There is a risk that, in the future, the Group will lack sufficient revenue to finance its operations. The Group may be compelled to look for additional external financing in order to continue its operations. Financing of this type may come from third parties or existing shareholders through public

or private funding initiatives.

#### Dependence on key individuals

The Group continues to operate in relatively new areas that impose requirements for a high level of technological know-how among employees. Within the Group there are a number of key individuals who are crucial for successful development. If key individuals leave the company, this could – at least over the short term – have a negative impact on operations.

#### Intellectual property rights

The Group's continued operation depends to a certain extent on protecting its technology through patents or other intellectual property rights. The field in which the Group is developing its product is undergoing rapid technological development. There is thus a risk that new technologies will be developed that will circumvent the Group's patents.

#### Appropriation of profit/loss

(Amounts in SEK)

At the disposal of the General Meeting:

share premium reserve	33,247,253
net loss for the year	-5,510,201
	<b>27,737,052</b>

The Board of Directors proposes that:

the following be carried forward	27,737,052
	<b>27,737,052</b>



# INCOME STATEMENT

## Group

Amounts in KSEK	Note	2021-01-01- 2021-12-31	2020-01-01- 2020-12-31
OPERATING REVENUE, ETC.			
Net sales		2,455	2,475
Other operating income	3	4,074	3,322
<b>Total operating revenue</b>		<b>6,529</b>	<b>5,797</b>
OPERATING EXPENSES			
Other external costs		-19,901	-6,176
Personnel costs	5	-12,577	-9,155
Depreciation/amortization of tangible and intangible fixed assets	1, 8, 9	-295	-232
Other operating expenses		-142	-11
<b>Total operating expenses</b>		<b>-32,915</b>	<b>-15,574</b>
<b>Operating loss</b>		<b>-26,386</b>	<b>-9,777</b>
RESULT FROM FINANCIAL INVESTMENTS			
Impairment of financial assets		0	-110
Interest expense and similar profit/loss items	6	-560	-576
<b>Total financial items</b>		<b>-560</b>	<b>-686</b>
<b>Loss after financial items</b>		<b>-26,946</b>	<b>-10,463</b>
Tax on net profit/loss for the year	7	0	0
<b>Net loss for the year</b>		<b>-26,946</b>	<b>-10,463</b>

# BALANCE SHEET

## Group

Amounts in KSEK	Note	Dec 31, 2021	Dec 31, 2020
<b>ASSETS</b>			
<b>Fixed assets</b>			
<b>Intangible fixed assets</b>			
Other intangible assets	8	1,075	1,136
		<b>1,075</b>	<b>1,136</b>
<b>Tangible fixed assets</b>			
Equipment, tools, fixtures and fittings	9	165	226
		<b>165</b>	<b>226</b>
<b>Total fixed assets</b>		<b>1,240</b>	<b>1,362</b>
<b>Current assets</b>			
<b>Current receivables</b>			
Accounts receivable		365	413
Other receivables		4,726	3,232
Prepaid expenses and accrued income	11	1,641	178
		<b>6,732</b>	<b>3,823</b>
<b>Cash and bank balances</b>	12	<b>18,172</b>	<b>685</b>
<b>Total current assets</b>		<b>24,904</b>	<b>4,508</b>
<b>TOTAL ASSETS</b>		<b>26,144</b>	<b>5,870</b>

## Group

Amounts in KSEK	Note	Dec 31, 2021	Dec 31, 2020
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	13	690	0
Other capital contributions		54,902	491
Other equity incl. net profit/loss for the year		-45,422	-16,352
<b>Total equity</b>		<b>10,170</b>	<b>-15,861</b>
<b>Long-term liabilities</b>			
Liabilities to credit institutions	14	4,000	0
<b>Total long-term liabilities</b>		<b>4,000</b>	<b>0</b>
<b>Current liabilities</b>			
Liabilities to credit institutions	14	8,000	0
Accounts payable		1,581	591
Convertible debt instruments		0	18,829
Other liabilities		385	676
Accrued expenses and deferred income	15	2,008	1,635
<b>Total current liabilities</b>		<b>11,974</b>	<b>21,731</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>26,144</b>	<b>5,870</b>



## CHANGE IN EQUITY

### Group

Amounts in KSEK	Share capital	Other capital contributions	Other equity incl. net profit/loss for the year	Total equity
<b>Amount at the beginning of the year</b>	<b>0</b>	<b>491</b>	<b>-16,352</b>	<b>-15,861</b>
Deposits of share capital	500			500
New share issue	690	54,363		55,053
Reduction of share capital	-500			-500
Net loss for the year			-26,946	-26,946
Translation differences		48	-2,124	-2,076
<b>Amount at the end of the year</b>	<b>690</b>	<b>54,902</b>	<b>-45,422</b>	<b>10,170</b>

## STATEMENT OF CASH FLOWS

### Group

Amounts in KSEK	Note	Dec 31, 2021	Dec 31, 2020
<b>OPERATING ACTIVITIES</b>			
Loss after financial items		-26,947	-10,463
Depreciation/amortisation		295	232
Impairment of financial assets		0	110
<b>Cash flow from operating activities before changes in working capital</b>		<b>-26,652</b>	<b>-10,121</b>
<b>CASH FLOW FROM CHANGES IN WORKING CAPITAL</b>			
Decrease (-)/Increase (+) in accounts receivable		86	-86
Decrease (-)/Increase (+) in prepaid expenses		-1,409	317
Decrease (-)/Increase (+) in current receivables		-1,144	-323
Decrease (+)/Increase (-) in accounts payable		922	-55
Decrease (+)/Increase (-) in other liabilities		-346	54
Decrease (+)/Increase (-) in accrued expenses		240	1,084
<b>Cash flow from operating activities</b>		<b>-28,303</b>	<b>-9,130</b>
<b>INVESTING ACTIVITIES</b>			
Acquisition of tangible fixed assets		-47	-227
<b>Cash flow from investing activities</b>		<b>-47</b>	<b>-227</b>
<b>FINANCING ACTIVITIES</b>			
Costs of share buy back for minority shareholders		0	-484
Repayment of financial liabilities		-20,044	0
New share issue		53,515	384
Newly raised financial liabilities		12,000	9,976
<b>Cash flow from financing activities</b>		<b>45,471</b>	<b>9,876</b>
<b>Cash flow for the year</b>		<b>17,121</b>	<b>519</b>
Cash and cash equivalent at the beginning of the year		685	215
Exchange rate difference in cash and cash equivalents		366	-49
<b>Cash and cash equivalents at the end of the year</b>		<b>18,172</b>	<b>685</b>

# INCOME STATEMENT

## Parent company

Amounts in KSEK	Note	Mar 15, 2021– Dec 31, 2021
OPERATING REVENUE, ETC.		
Other operating income	3	2
<b>Total operating revenue</b>		<b>2</b>
OPERATING EXPENSES		
Other external costs		-5,004
Other operating expenses		-28
<b>Total operating expenses</b>		<b>-5,032</b>
<b>Operating loss</b>		<b>-5,030</b>
<b>Result from financial investments</b>		
Interest expense and similar profit/loss items	6	-480
<b>Total financial items</b>		<b>-480</b>
<b>Loss after financial items</b>		<b>-5,510</b>
<b>Loss before tax</b>		<b>-5,510</b>
Tax on net profit/loss for the year	7	0
<b>Net loss for the year</b>		<b>-5,510</b>

# BALANCE SHEET

## Parent company

Amounts in KSEK	Note	Dec 31, 2021
<b>ASSETS</b>		
<b>Fixed assets</b>		
<b>Financial fixed assets</b>		
Participations in Group companies	10	25,988
<b>Total fixed assets</b>		<b>25,988</b>
<b>Current assets</b>		
<b>Current receivables</b>		
Other receivables		166
Prepaid expenses and accrued income	11	271
		<b>437</b>
<b>Cash and bank balances</b>	12	<b>15,744</b>
<b>Total current assets</b>		<b>16,181</b>
<b>TOTAL ASSETS</b>		<b>42,169</b>

## Parent company

Amounts in KSEK	Note	Dec 31, 2021
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
<b>Restricted equity</b>		
Share capital	13	690
		<b>690</b>
<b>Non-restricted equity</b>		
Retained earnings		33,247
Net profit/loss for the year		-5,510
		<b>27,737</b>
<b>Total equity</b>		<b>28,427</b>
<b>Long-term liabilities</b>		
Liabilities to credit institutions	14	4,000
<b>Total long-term liabilities</b>		<b>4,000</b>
<b>Current liabilities</b>		
Liabilities to credit institutions	14	8,000
Accounts payable		647
Accrued expenses and deferred income	15	1,095
<b>Total current liabilities</b>		<b>9,742</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>42,169</b>



## CHANGE IN EQUITY

### Parent company

Amounts in KSEK	Share capital	Retained earnings	Net profit (loss)	Total equity
<b>Amount at the beginning of the year</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Deposits of share capital	500			500
New share issue	690	33,247		33,937
Reduction of share capital	-500			-500
Net loss for the year			-5,510	-5,510
<b>Amount at the end of the year</b>	<b>690</b>	<b>33,247</b>	<b>-5,510</b>	<b>28,427</b>

## STATEMENT OF CASH FLOWS

### Parent company

Amounts in KSEK	Note	Mar 15, 2021– Dec 31, 2021
<b>OPERATING ACTIVITIES</b>		
Loss after financial items		-5,510
<b>Cash flow from operating activities before changes in working capital</b>		<b>-5,510</b>
Cash flow from changes in working capital		
Decrease (-)/increase (+) in current receivables		-437
Decrease (+)/Increase (-) in accounts payable		647
Decrease (+)/Increase (-) in other liabilities		1,095
<b>Cash flow from operating activities</b>		<b>-4,205</b>
<b>INVESTING ACTIVITIES</b>		
Acquisition of subsidiaries		-8,912
Shareholders' contributions paid		-17,076
<b>Cash flow from investing activities</b>		<b>-25,988</b>
<b>FINANCING ACTIVITIES</b>		
Change from share issues		33,247
Change in borrowing		12,000
Share capital		690
<b>Cash flow from financing activities</b>		<b>45,937</b>
<b>Cash flow for the year</b>		<b>15,744</b>
Cash and cash equivalent at the beginning of the year		0
<b>Cash and cash equivalents at the end of the year</b>		<b>15,744</b>

# NOTES

## 1 ACCOUNTING AND VALUATION POLICIES

The financial statements were prepared according to the Swedish Annual Accounts Act and the Swedish Accounting Standards Board's general guidelines BFNAR 2012:1 Annual Accounts and Consolidated Financial Statements (K3).

### Basis for preparing the financial statements

All companies covered by the annual report are under the same control since they are owned and controlled by Wyld Networks AB. The Wyld Networks Group as presented in the annual report consists of the parent company Wyld Networks AB and Wyld Networks Ltd with the subsidiary Wyld Technologies Ltd. Although the parent company Wyld Networks AB was formed 15 March 2021, comparative figures are submitted to the consolidated income statement and balance sheet for the financial year 2020, which is justified by the fact that it was only a reorganization of the existing group where Wyld Networks AB was formed as new group parent in order to be listed on Nasdaq First North Growth Market. The comparative figures provided for the financial year 2020 refers to combined historical financial information, for Wyld Networks Ltd and Wyld Technologies Ltd, filed in prospectus prior to the listing of Wyld Networks AB. The combined historical financial information for 2020 has been established in accordance with the requirements of the Prospectus Directive, the Prospectus Ordinance and the rules for listing on Nasdaq First North Growth Market.

### Accounting currency

The annual accounts have been prepared in Swedish kronor (SEK) and amounts are presented in SEK thousand (KSEK) unless otherwise stated.

### Valuation principles, etc.

Receivables have been recognized at the amounts by which they are calculated to be received in cash. Other assets, provisions and liabilities have been valued at acquisition cost unless otherwise stated below.

Receivables and liabilities in foreign currency have been valued at the balance sheet date's exchange rate and unrealized exchange rate gains and losses are included in the result. Exchange rate gains and exchange rate losses on operating receivables and liabilities are reported as other operating income and other operating expenses and exchange rate differences regarding financial assets and liabilities are reported under profit from financial investments.

### Consolidation

The consolidated financial statements comprise the Parent Company and the subsidiaries in which the Parent Company, directly or indirectly, holds shares carrying more than 50 percent of the voting rights, or otherwise has a controlling influence. The consolidated financial statements for the financial year 2021 have been prepared according to the acquisition method, which means that equity that existed in the subsidiaries on the date of the acquisition is eliminated in its entirety. Equity in the Group thus solely comprises that portion of the subsidiaries' equity that was generated after the acquisition.

Appropriations and untaxed reserves are divided into equity and deferred tax liability. Deferred tax attributable to the year's appropriations is included in profit or loss. The deferred tax liability has been recognized as a provision, while the remaining portion has been added to the Group's

equity. Deferred tax in untaxed reserves has been calculated at a rate of 20.6%.

If the consolidated cost of the shares exceeds the value of the company's net assets stated in the acquisition analysis, the difference is recognized as consolidated goodwill.

Inter-company gains within the Group are eliminated in full.

The current method is used when translating foreign subsidiaries. This means that the balance sheets are translated at the exchange rates prevailing on the balance-sheet date and that the income statements are translated at the average exchange rate for the period. The translation differences that thus arise are recognized directly in the Group's equity.

### Revenue

#### Group

Turnover is recognised at the fair value of the consideration received or receivable for goods and services provided in the normal course of business, and is shown net of VAT and other sales related taxes. The fair value of consideration takes into account trade discounts, settlement discounts and volume rebates.

Revenue from contracts for the provision of professional services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that it is probable will be recovered.

## 1 ACCOUNTING AND VALUATION POLICIES, CONT.

### Other operating income

#### Group

This income comprises a payment from the UK government that is based on the technological companies' research and development expenditure and is referred to as an R&D tax credit. The amount paid by the government is based on detailed evidence about R&D expenditure, which is provided annually by the company.

### Employee benefits

Short-term employee benefits comprise salary, social security contributions, paid vacation, pension expenses and other personnel costs. Short-term benefits are recognized at cost, and as a liability when there is a legal or informal obligation to pay benefits. Post-employment benefits comprise pensions and other remuneration. The Group has no defined-benefit pension plans.

### Income tax

Recognized income tax comprises all domestic and foreign taxes calculated on the companies' taxable profit/loss and any coupon tax paid by subsidiaries in connection with dividends to the Parent Company. Taxable profit/loss is the surplus or deficit for a fiscal year that is to form the basis for the calculation of current tax according to current tax regulations.

Current tax is measured at the probable amount according to the tax rates and tax regulations applying on the balance-sheet date. Current tax is recognized in profit or loss unless the tax is related to an event or a transaction recognized directly in equity. Tax effects of items recognized directly in equity are recognized in equity.

### Deferred tax asset

Deferred tax assets pertaining to loss carryforwards are recorded as assets only when it is likely that they will be utilized. The Group and the Parent Company have not recognized any deferred tax asset relating to taxable losses as of the balance-sheet date.

### Intangible and tangible fixed assets

#### Group

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

Tangible fixed assets are recognized at cost less depreciation. Expenses that can be directly attributed to the acquisition of the asset are included in the cost.

Tangible fixed assets are depreciated systematically over the asset's estimated useful life. When the asset's depreciable amount is established, the asset's residual value is taken into account, where appropriate. The following depreciation periods are applied:

Other intangible assets	10 years
Equipment	3 years

### Financial instruments

Financial instruments that are recognized in the balance sheet include accounts receivable, other receivables, borrowings and accounts payable. The instruments are recognized in the balance sheet according to the instrument's contractual terms and conditions.

Financial assets are derecognized from the balance sheet when the right to receive cash flow from the instrument has expired or been transferred and the Group has transferred essentially all risks and benefits associated with ownership. Financial liabilities are derecognized from the balance sheet when the obligation has been settled or otherwise extinguished.

### Accounts receivable and other receivables

#### Group

Receivables are recognized as current assets, with the exception of items maturing later than 12 months from the balance-sheet date, which are classified as fixed assets. Receivables are recognized in the amounts that are expected to flow in less individually determined doubtful receivables. Receivables that are interest-free or that carry interest that deviates from the market interest rate and have a term exceeding 12 months are recognized at discounted present value and the change in the time value is recognized as interest income in profit or loss.

### Borrowings and accounts payable

Borrowings and accounts payable are initially recognized at cost less transaction costs. If the recognized amount differs from the amount to be repaid on the maturity date, the difference is accrued as interest expense over the term of the loan based on the effective interest rate of the instrument. As a result, the recognized amount and the amount to be repaid match on the maturity date.

### Cash and bank balances

Cash and bank balances include cash and bank deposits that are readily available in banks and other credit institutions.

### Statement of cash flows

The statement of cash flows has been prepared in accordance with the indirect method. The recognized cash flow includes only transactions that involve cash payments and disbursements.



## NOTES TO INDIVIDUAL ITEMS

### 2 ESTIMATES AND ASSESSMENTS

Wyld Networks AB makes certain estimates and assessments about the future. The resulting accounting estimates will, by definition, seldom correspond to the actual results. The estimates and assumptions that could lead to a material risk of adjustments of carrying amounts of assets and liabilities primarily comprise the measurement of intangible assets and deferred tax assets in the Group as well as deferred tax assets and shares in subsidiaries in the Parent Company.

### 3 OTHER OPERATING INCOME

	Group		Parent Company
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021
Foreign exchange gains/losses	0	24	0
Government grant	4,074	3,298	0
<b>Total</b>	<b>4,074</b>	<b>3,322</b>	<b>0</b>

### 4 REMUNERATION TO AUDITORS

	Group		Parent Company
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021
<b>Fees and cost remunerations</b>			
Mazars			
Audit engagement	1,128	295	744
Audit operations in addition to audit engagement	-	-	-
Tax advisory services	-	-	-
Other services	-	-	-
<b>Total</b>	<b>1,128</b>	<b>295</b>	<b>744</b>

### 5 PERSONNEL

	Group		Parent Company
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021
Salaries and benefits to Board members and the CEO	2,672	3,056	0
Salaries and benefits to other employees	8,374	4,962	0
Social security expenses	1,230	864	0
Pension expenses	270	219	0
Other personnel costs	31	54	0
<b>Total</b>	<b>12,577</b>	<b>9,155</b>	<b>0</b>
Average number of employees	13	10	0

### 6 INTEREST EXPENSE AND SIMILAR PROFIT/LOSS ITEMS

	Group		Parent Company
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021
Interest expense, convertible debentures	80	576	0
Other interest expense	480	0	480
<b>Total</b>	<b>560</b>	<b>576</b>	<b>480</b>

### 7 TAX ON NET PROFIT/LOSS FOR THE YEAR

	Group		Parent Company
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021
Current tax	0	0	0
Deferred tax	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>
Theoretical tax			
Recognized loss before tax	-29,946	-10,463	-5,510
Tax at applicable tax rate	6,169	2,239	1,135
Tax rate	20.60%	21.40%	20.60%
Reconciliation of recognized tax			
Effect of foreign tax rates	-391	-251	0
Effect of non-deductible expenses	-10	0	-10
Effect of unrecognized loss carryforwards	-5,768	-1 988	-1,125
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

Taxable losses in the Group totaled SEK 13,397 k at December 31, 2021. Taxable losses in the Parent Company totaled SEK 5,462 k at December 31, 2021.

## 8 OTHER INTANGIBLE FIXED ASSETS

	Group		Parent Company
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021
Opening cost	1,568	1,727	0
Purchases	0	0	0
Translation differences	154	-158	0
<b>Closing accumulated cost</b>	<b>1,722</b>	<b>1,569</b>	<b>0</b>
Opening amortization	-432	-304	0
Amortization for the year	-167	-167	0
Translation differences	-48	39	0
<b>Closing accumulated amortization</b>	<b>-647</b>	<b>-432</b>	<b>0</b>
<b>Carrying amount</b>	<b>1,075</b>	<b>1,137</b>	<b>0</b>

This item pertains to intellectual property acquired.

## 9 EQUIPMENT, TOOLS, FIXTURES AND FITTINGS

	Group		Parent Company
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021
Opening cost	472	285	0
Purchases	47	227	0
Translation differences	48	-40	0
<b>Closing accumulated cost</b>	<b>567</b>	<b>472</b>	<b>0</b>
Opening depreciation	-246	-203	0
Depreciation for the year	-128	-65	0
Translation differences	-28	22	0
<b>Closing accumulated depreciation</b>	<b>-402</b>	<b>-246</b>	<b>0</b>
<b>Carrying amount</b>	<b>165</b>	<b>226</b>	<b>0</b>

## 10 PARTICIPATIONS IN GROUP COMPANIES

### Parent Company

Company	Corporate registration number	Regis- tered office	Number	Share of equity	Carrying amount Dec 31, 2021
Wyld Networks Ltd	10252557	London	214,011	100%	25,988
					<b>25,988</b>
					Parent Company Dec 31, 2021
Opening cost					0
Purchases					8,912
Shareholders' contributions					17,076
<b>Carrying amount</b>					<b>25,988</b>

Wyld Technology Ltd is a UK company founded in 2017 to acquire intellectual property rights in mesh technology. The company is a wholly-owned subsidiary of Wyld Networks Ltd. In early 2021, all intellectual property and other assets in Wyld Technology Ltd (including transfer of employees) were acquired by its Parent Company, Wyld Networks Ltd. Wyld Technology Ltd was dormant for the remainder of 2021. Wyld Technology Ltd will be closed down and dissolved in the second quarter of 2022, with no financial effects (tax or otherwise) on the Wyld Networks Group.

## 11 PREPAID EXPENSES AND ACCRUED INCOME

	Group		Parent Company
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021
Other prepaid expenses	271	68	271
Accrued income	1,370	110	0
<b>Total</b>	<b>1,641</b>	<b>178</b>	<b>271</b>

## 12 CASH AND CASH EQUIVALENTS

	Group		Parent Company
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021
Bank balances	18,172	685	15,744
<b>Total cash and cash equivalents</b>	<b>18,172</b>	<b>685</b>	<b>15,744</b>

## 13 EQUITY

The number of shares on December 31, 2021 was 8,267,308 and the quotient value is SEK 0.08 per share.

## 14 LONG-TERM LIABILITIES

Maturity date, later than five years from the balance-sheet date	Group		Parent Company
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021
Liabilities to credit institutions	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

## 15 ACCRUED EXPENSES AND DEFERRED INCOME

	Group		Parent Company
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021
Personnel-related costs	244	0	0
Accrued interest expense	480	485	480
Other accrued expenses	1,284	1,150	615
<b>Total</b>	<b>2,008</b>	<b>1,635</b>	<b>1,095</b>

## 16 GROUP INFORMATION

Wyld Networks AB, corporate registration number 559307-1102, with registered office in Stockholm, Sweden, is the Parent Company of the subsidiary Wyld Networks Ltd (UK), which is the Parent Company of Wyld Technologies Ltd (UK).

## 17 SIGNIFICANT EVENTS AFTER YEAR-END

In April 2022, approximately 98.6% of the TO1 warrants were subscribed, for which Wyld Networks AB received approximately SEK 25.2 million before issue costs. Through

the exercise of the TO1 warrants, the number of shares in Wyld Networks AB will increase by 2,243,999 shares, from 8,267,308 to a total of 10,511,307 shares. The share capital will increase by SEK 187,239.96, from SEK 689,826.69 to SEK 877,066.65.

Wyld commercially launched Wyld Connect, its satellite IoT module, for market sales prior to the commercial launch of its end-to-end satellite service.

Wyld Networks secured orders of Wyld Connect's satellite IoT module totalling SEK 28.3 million from companies in Brazil and South Africa.

Wyld Networks announced that it has partnered with Eutelsat Communications, Senet and TrakAssure, forming a global consortium to bring integrated and interoperable terrestrial and satellite LoRaWAN IoT connectivity to customers across the globe.

The company entered into partnership with American Tower for the distribution of the Wyld Connect solution in Brazil and reached agreements with an additional five companies worldwide as launch partners.

In May 2022, it also became possible to trade Wyld shares on the OTCQB Venture Market in the US under the symbol WYLD.F. The purpose is to increase visibility and accessibility in the US capital market, thereby providing increased liquidity and value for the company's shareholders.

## 18 TRANSACTIONS WITH RELATED PARTIES

In 2021 the Parent Company, Wyld Networks AB, provided a conditional shareholders' contribution totaling SEK 17,076 k to its subsidiary, Wyld Networks Ltd. The contribution was made for the purpose of strengthening equity in the subsidiary.

No sales have taken place within the Group.

During the year, the company paid consultancy fees totaling SEK 431 k to Un Invest i Norden AB and MUMIMO AB, all owned by Board members.

## 19 DEFINITION OF KEY PERFORMANCE MEASURES

### Net sales

The primary revenue, invoiced costs, side revenue and revenue corrections for the business.

### Profit/loss after financial items

Net profit/loss after financial income and expense, but before appropriations and taxes.

### Total assets

Total assets

### Equity/assets ratio (%)

Adjusted equity (equity and untaxed reserves less deferred tax) as a percentage of total assets.

## 20 PLEDGED ASSETS

	Group		Parent Company
	Dec 31, 2021	Dec 31, 2020	Dec 31, 2021
Blocked cash and cash equivalents	50	0	50
<b>Total</b>	<b>50</b>	<b>0</b>	<b>50</b>



## 21 APPROPRIATION OF PROFIT/LOSS

(Amounts in SEK)

At the disposal of the General Meeting:

share premium reserve	33,247,253
net loss for the year	-5,510,201
	<b>27,737,052</b>

The Board of Directors proposes that:

the following be carried forward	27,737,052
	<b>27,737,052</b>

Stockholm May 16 2022

Mats Lennart Andersson  
*Chairman of the Board*

Alastair Williamson  
*President and CEO*

Mats Rustan Andersson

Albert Ernest Sisto

Tom Henrik Hedelius

Our audit report was submitted  
on May 16 2022  
Mazars AB

Åsa Andersson Eneberg  
*Authorized Public Accountant*

## 23 CONVERTIBLE DEBT INSTRUMENTS

Up to 2020, the two largest shareholders of Wyld Networks Ltd financed the company by providing capital. Up to 2020, these loans amounted to GBP 1,698,332 (approximately SEK 18,829 k). In 2020, the two shareholders issued convertible debt instruments for the total amount of their loans, providing an opportunity to convert the loans to equity. In January 2021, the shareholders made an additional cash contribution of GBP 750,000 to Wyld Networks Ltd and, at the same time, converted their portions of the loans to shares, which resulted in a new issue of 109,985 shares in Wyld Networks Ltd, which became a subsidiary of Wyld Networks AB in March 2021.

# AUDITORS REPORT

To the general meeting of the shareholders of Wyld Networks AB (publ)  
Corporate identity number 559307-1102

## Report on the annual accounts and the consolidated accounts

### Opinions

We have audited the annual accounts for the financial year 15th of March – 31st of December 2021 and the consolidated accounts for the year 2021 of Wyld Networks AB (publ). The company's annual accounts and the consolidated accounts are included on pages 10-24 in this document.

In our opinion, the annual accounts and the consolidated accounts have been prepared in accordance with the Annual Accounts Act and present fairly, in all material respects, the financial position of the parent company and the group as of 31 December 2021 and their financial performance and cash flow for the year then ended in accordance with the Annual Accounts Act. The statutory administration report is consistent with the other parts of the annual accounts and the consolidated accounts.

We therefore recommend that the general meeting of shareholders adopts the income statement and balance sheet of the parent company and the group.

### Basis for Opinions

We conducted our audit in accordance with International Standards on Auditing (ISA) and generally accepted auditing standards in Sweden. Our responsibilities under those standards are further described in the *Auditor's Responsibilities* section. We are independent of the parent company and the group in accordance with professional ethics for accountants in Sweden and have otherwise fulfilled our ethical responsibilities in accordance with these requirements.

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

## Other information than the annual accounts and the consolidated accounts

This document also contains information other than the annual report. The Board of Directors and the Managing Director are responsible for the other information. The other information appears on pages 1-9 (but does not include the annual accounts, consolidated accounts and our auditor's report regarding this).

Our statement regarding the annual accounts and consolidated accounts does not include this information and we do not make a statement with confirmation regarding this other information.

In connection with our audit of the annual accounts and the consolidated accounts, it is our responsibility to read the information identified above and consider whether the information is materially incompatible with the annual accounts and the consolidated accounts. In this review, we also take into account the knowledge we otherwise acquired during the audit and assess whether the information otherwise appears to contain significant inaccuracies.

If we, based on the work that has been performed regarding this information, conclude that the other information contains a material error, we are obliged to report this. We have nothing to report in that regard.

## Responsibilities of the Board of Directors and the Managing Director

The Board of Directors and the Managing Director are responsible for the preparation of the annual accounts and the consolidated accounts and that they give a fair presentation in accordance with the Annual Accounts Act. The Board of Directors and the Managing Director are also responsible for such internal control as they determine is necessary to enable the preparation of annual accounts and consolidated accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts and the consolidated accounts, The Board of Directors and the Managing Director are responsible for the assessment of the company's and the group's ability to continue as a going concern. They disclose, as applicable, matters related to going concern and using the going concern basis of accounting. The going concern basis of accounting is however not applied if the Board of Directors and the Managing Director intends to liquidate the company, to cease operations, or has no realistic alternative but to do so.

### Auditor's responsibility

Our objectives are to obtain reasonable assurance about whether the annual accounts and the consolidated accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and generally accepted auditing standards in Sweden 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 annual accounts and consolidated accounts.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual accounts and the consolidated accounts, 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 opinions. 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 the company's internal control relevant to our 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 Directors and the Managing Director.
- Conclude on the appropriateness of the Board of Directors' and the Managing Director's use of the going concern basis of accounting in preparing the annual accounts and the consolidated accounts. We also draw a conclusion, based on the audit evidence obtained, as to whether any material uncertainty exists related to events or conditions that may cast significant doubt on the company's and the group'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 annual accounts and the consolidated accounts or, if such disclosures are inadequate, to modify our opinion about the annual accounts and the consolidated accounts. 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 or the group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual accounts and the consolidated accounts, including the disclosures, and whether the annual accounts and the consolidated accounts represent the underlying transactions and events in a manner that achieves fair presentation.

- We obtain sufficient and appropriate audit evidence regarding the financial information for the units or business activities within the group to make a statement regarding the consolidated accounts. We are responsible for the management, supervision and execution of the group audit. We are solely responsible for our statements.

We must inform the Board of Directors of, among other matters, the planned scope and timing of the audit. We must also inform of significant audit findings during our audit, including any significant deficiencies in internal control that we identified.

#### Report on other legal and regulatory requirements

##### *Opinions*

In addition to our audit of the annual accounts and the consolidated accounts, we have also audited the administration of the Board of Directors and the Managing Director of Wylid Networks AB (publ) for the financial year 15th of March 2021 – 31st of December 2021 and the proposed appropriations of the company's profit or loss.

We recommend to the general meeting of shareholders that the profit be appropriated in accordance with the proposal in the statutory administration report and that the members of the Board of Directors and the Managing Director be discharged from liability for the financial year.

##### *Basis for Opinions*

We conducted the audit in accordance with generally accepted auditing standards in Sweden. Our responsibilities under those standards are further described in the *Auditor's Responsibilities* section. We are independent of the parent company and the group in accordance with professional ethics for accountants in Sweden and have otherwise fulfilled our ethical responsibilities in accordance with these requirements.

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

#### *Responsibilities of the Board of Directors and the Managing Director*

The Board of Directors is responsible for the proposal for appropriations of the company's profit or loss. At the proposal of a dividend, this includes an assessment of whether the dividend is justifiable considering the requirements which the company's and group's type of operations, size and risks place on the size of the company's and group's equity, consolidation requirements, liquidity and position in general.

The Board of Directors is responsible for the company's organization and the administration of the company's affairs. This includes among other things continuous assessment of the company's and the group's financial situation and ensuring that the company's organization is designed so that the accounting, management of assets and the company's financial affairs otherwise are controlled in a reassuring manner. The Managing director shall manage the ongoing administration according to the Board of Directors' guidelines and instructions and among other matters take measures that are necessary to fulfill the company's accounting in accordance with law and handle the management of assets in a reassuring manner.

#### *Auditor's responsibility*

Our objective concerning the audit of the administration, and thereby our opinion about discharge from liability, is to obtain audit evidence to assess with a reasonable degree of assurance whether any member of the Board of Directors or the Managing director in any material respect:

- has undertaken any action or been guilty of any omission which can give rise to liability to the company, or
- in any other way has acted in contravention of the Companies Act, the Annual Accounts Act or the Articles of Association.

Our objective concerning the audit of the proposed appropriations of the company's profit or loss, and thereby

our opinion about this, is to assess with reasonable degree of assurance whether the proposal is in accordance with the Companies Act.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with generally accepted auditing standards in Sweden will always detect actions or omissions that can give rise to liability to the company, or that the proposed appropriations of the company's profit or loss are not in accordance with the Companies Act.

As part of an audit in accordance with generally accepted auditing standards in Sweden, we exercise professional judgment and maintain professional skepticism throughout the audit. The examination of the administration and the proposed appropriations of the company's profit or loss is based primarily on the audit of the accounts. Additional audit procedures performed are based on our professional judgment with starting point in risk and materiality. This means that we focus the examination on such actions, areas and relationships that are material for the operations and where deviations and violations would have particular importance for the company's situation. We examine and test decisions undertaken, support for decisions, actions taken and other circumstances that are relevant to our opinion concerning discharge from liability. As a basis for our opinion on the Board of Directors' proposed appropriations of the company's profit or loss we examined the Board of Directors' whether the proposal is in accordance with the Companies Act.

Malmö 2022-05-16

Mazars AB

Åsa Andersson Eneberg

Auktoriserad revisor