



Cystotech ApS

Inge Lehmanns Gade 10, 5.
8000 Aarhus C
CVR No. 42773565

Annual report 2024

The Annual General Meeting adopted the
annual report on 12.06.2025

Claus Hansen

Chairman of the General Meeting

Contents

Entity details	2
Statement by Management	3
Independent auditor's compilation report	4
Management commentary	5
Income statement for 2024	6
Balance sheet at 31.12.2024	7
Statement of changes in equity for 2024	9
Notes	10
Accounting policies	12

Entity details

Entity

Cystotech ApS
Inge Lehmanns Gade 10, 5.
8000 Aarhus C

Business Registration No.: 42773565
Registered office: Aarhus
Financial year: 01.01.2024 - 31.12.2024

Board of Directors

Lars Christian Lund, chairman
Jacob Elmoose Jensen
Claus Hansen
Ole Niels Jakob Jensen
Brian Hedegaard
Nazarena Mazzaro

Executive Board

Jacob Elmoose Jensen
Claus Hansen

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
City Tower, Værkmestergade 2
8000 Aarhus C

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of Cystotech ApS for the financial year 01.01.2024 - 31.12.2024.

The annual report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2024 and of the results of its operations for the financial year 01.01.2024 - 31.12.2024.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We consider the preconditions for not auditing the financial statements for the financial year 01.01.2024 - 31.12.2024 as complied with.

We recommend the annual report for adoption at the Annual General Meeting.

Aarhus, 12.06.2025

Executive Board

Jacob Elmoose Jensen

Claus Hansen

Board of Directors

Lars Christian Lund
chairman

Jacob Elmoose Jensen

Claus Hansen

Ole Niels Jakob Jensen

Brian Hedegaard

Nazarena Mazzaro

Independent auditor's compilation report

To Management of Cystotech ApS

We have compiled the financial statements of Cystotech ApS for the financial year 01.01.2024 - 31.12.2024 based on the Entity's bookkeeping records and other information Management has provided.

These financial statements comprise the income statement, balance sheet, statement of changes in equity, notes and accounting policies.

We performed this compilation engagement in accordance with ISRS 4410, Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist Management in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions of the Danish Public Accountants Act and FSR – Danish Auditors' Code of Conduct for professional accountants, including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile the financial statements are Management's responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the disclosures Management provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion about whether the financial statements have been prepared in accordance with the Danish Financial Statements Act.

Aarhus, 12.06.2025

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Jens Lauridsen

State Authorised Public Accountant
Identification No (MNE) mne34323

Management commentary

Primary activities

Cystotech's objective is to develop AI-based Software as Medical Device for detecting and categorizing bladder cancer during cystoscopy.

Development in activities and finances

2024 has been an exciting year for Cystotech. During the year, we have managed to raise new capital among existing investors and, in addition, attracted a new investor. The loss for the year amounts to 3,454 t.kr and is considered satisfactory.

These financial accomplishments have enabled the Company to continue its product development, reach regulatory milestones according to plans, and submit our regulatory submission for European Approval (CE/MDR) in September.

Furthermore, Cystotech has passed the ongoing and annual audits and maintained its ISO 13485 status as the Notified Body, BSI, conducted the ISO13485 surveillance Audit.

Research and development activities

Since the spring of 2022, Cystotech has had a contractual agreement on data collection from Aarhus University Hospital and selected satellite sites.

Our ongoing data collection has continued through 2023 and into 2024 with a satisfactory number of site collaborators and amount of data collected.

In Q4 2024, the company, in collaboration with Aarhus University Hospital, started a Randomized Controlled Study (RCT) with the purpose of documenting further safety and clinical performance supporting the usage of CystoAid.

The Company has decided to capitalize development costs as it is Management's opinion that the related future amortization burden can be encompassed in future financial benefits. For more details, see note 4-5.

Events after the balance sheet date

In March 2025, the Company successfully obtained new funding through a capital increase, ensuring the continuation of its operations throughout 2025.

Furthermore, the company obtained regulatory approval in Europe (CE/MDR) in April 2025.

No other events have taken place from the balance sheet date to the present date that would impact the assessment of this annual report.

Income statement for 2024

	Notes	2024 DKK	2023 DKK
Gross profit/loss	1	877,328	1,571,358
Staff costs	2	(4,907,034)	(3,285,064)
Operating profit/loss		(4,029,706)	(1,713,706)
Other financial income		21,347	21,386
Other financial expenses		(486,649)	(423,710)
Profit/loss before tax		(4,495,008)	(2,116,030)
Tax on profit/loss for the year	3	1,040,951	518,681
Profit/loss for the year		(3,454,057)	(1,597,349)
Proposed distribution of profit and loss			
Retained earnings		(3,454,057)	(1,597,349)
Proposed distribution of profit and loss		(3,454,057)	(1,597,349)

Balance sheet at 31.12.2024

Assets

	Notes	2024 DKK	2023 DKK
Development projects in progress	5	11,800,575	5,688,988
Intangible assets	4	11,800,575	5,688,988
Deposits		105,741	61,719
Financial assets	6	105,741	61,719
Fixed assets		11,906,316	5,750,707
Other receivables		675,023	174,682
Income tax receivable	7	872,951	689,682
Prepayments		4,063	15,449
Receivables		1,552,037	879,813
Cash		3,082,122	6,990,150
Current assets		4,634,159	7,869,963
Assets		16,540,475	13,620,670

Equity and liabilities

	Notes	2024 DKK	2023 DKK
Contributed capital		59,274	53,975
Reserve for development expenditure		9,204,448	4,437,411
Retained earnings		231,257	3,112,050
Equity		9,494,979	7,603,436
Deferred tax		39,000	207,000
Provisions		39,000	207,000
Debt to other credit institutions		4,009,334	3,525,445
Non-current liabilities other than provisions	8	4,009,334	3,525,445
Trade payables		278,921	145,086
Other payables		590,587	447,059
Deferred income	9	2,127,654	1,692,644
Current liabilities other than provisions		2,997,162	2,284,789
Liabilities other than provisions		7,006,496	5,810,234
Equity and liabilities		16,540,475	13,620,670
Unrecognised rental and lease commitments	10		
Assets charged and collateral	11		

Statement of changes in equity for 2024

	Contributed capital DKK	Share premium DKK	Reserve for development expenditure DKK	Retained earnings DKK	Total DKK
Equity beginning of year	53,975	0	4,437,411	3,112,050	7,603,436
Increase of capital	5,299	5,394,701	0	0	5,400,000
Transferred from share premium	0	(5,394,701)	0	5,394,701	0
Costs related to equity transactions	0	0	0	(54,400)	(54,400)
Transfer to reserves	0	0	4,767,037	(4,767,037)	0
Profit/loss for the year	0	0	0	(3,454,057)	(3,454,057)
Equity end of year	59,274	0	9,204,448	231,257	9,494,979

Notes

1 Gross profit/loss

Herein included "Own work capitalised" regarding development projects, which amounts to DKK 6,112k for 2024.

2 Staff costs

	2024 DKK	2023 DKK
Wages and salaries	4,847,717	3,236,202
Other social security costs	59,317	48,862
	4,907,034	3,285,064
Average number of full-time employees	7	4

3 Tax on profit/loss for the year

	2024 DKK	2023 DKK
Current tax	(872,951)	(689,681)
Change in deferred tax	(168,000)	171,000
	(1,040,951)	(518,681)

Current tax relates to tax credit for research and development expenses at the applicable tax rate under the Danish Corporation Tax. Act. See also note 7.

4 Intangible assets

	Development projects in progress DKK
Cost beginning of year	5,688,988
Additions	6,111,587
Cost end of year	11,800,575
Carrying amount end of year	11,800,575

5 Development projects

Cystotech develops AI-based Software as Medical Device for detecting and categorizing bladder cancer during cystoscopy.

In connection to the preparation of the financial statements Managements have considered whether indications for impairment exist. This assessment is based on current expectations and require Management to exercise professional judgment. On basis of the expectations for the future cash flows from the development projects

Management have concluded that no impairment loss should be recognized.

6 Financial assets

	Deposits DKK
Cost beginning of year	61,719
Additions	102,248
Disposals	(58,226)
Cost end of year	105,741
Carrying amount end of year	105,741

7 Tax receivable

Tax receivable recognized in the balance sheet relates to the application of the tax credit scheme under LL\$8X of the equalization law, whereby the company is paid the tax value of tax losses arising from costs to research and development.

Based on the examination of the criteria for the application of the scheme, management is of the opinion that the company is entitled to apply the scheme and the recognition has been based on this assessment.

There may be a risk that the Tax Authorities considers that the conditions for applying the scheme are not met. In this case, subsequent financial years are adversely affected by the fact that corporate tax receivable is written down via the accounting item "Tax on the profit for the year" in the income statement.

8 Non-current liabilities other than provisions

	Due after more than 12 months 2024 DKK
Debt to other credit institutions	4,009,334
	4,009,334

9 Deferred income

Deferred income includes grants related to development project in progress. Deferred income is recognized in line with the depreciation of the associated development project.

10 Unrecognised rental and lease commitments

	2024 DKK	2023 DKK
Liabilities under rental or lease agreements until maturity in total	182,039	100,716

Rental agreement with 6 months notice.

11 Assets charged and collateral

A floating charge of a maximum of DKK 3,000k secured on unsecured claims, operating equipment and intellectual property rights has been provided as security for the Company's credit commitments.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of a few provisions for reporting class C.

The accounting policies applied to these financial statements are consistent with those applied last year.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Income statement

Gross profit or loss

Gross profit or loss comprises other external expenses.

Own work capitalised

Own work capitalised comprises staff costs and other costs incurred in the financial year and recognised in cost for proprietary intangible assets and property, plant and equipment.

Other operating income

Other operating income comprises income of a secondary nature as viewed in relation to the Entity's primary activities and salary refunds.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including administrations costs, etc.

Staff costs

Staff costs comprise other personal costs for entity staff.

Other financial income

Other financial income comprises dividends etc. received on other investments, interest income

Other financial expenses

Other financial expenses comprise interest expenses, net capital or exchange losses on securities, payables and transactions in foreign currencies etc.

Tax on profit/loss for the year

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

Balance sheet**Intellectual property rights etc.**

Intellectual property rights etc comprise development projects in progress with related intellectual property rights, acquired intellectual property rights and prepayments for intangible assets.

Development projects on clearly defined and identifiable products and processes, for which the technical rate of utilisation, adequate resources and a potential future market or development opportunity in the enterprise can be established, and where the intention is to manufacture, market or apply the product or process in question, are recognised as intangible assets. Other development costs are recognised as costs in the income statement as incurred. When recognising development projects as intangible assets, an amount equalling the costs incurred less deferred tax is taken to equity under Reserve for development costs that is reduced as the development projects are amortised and written down.

The cost of development projects comprises costs such as salaries and amortisation that are directly and indirectly attributable to the development projects.

Intellectual property rights etc. are written down to the lower of recoverable amount and carrying amount.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value less writedowns for bad and doubtful debts.

Tax payable or receivable

Current tax payable or receivable is recognised in the balance sheet, stated as tax computed on this year's taxable income, adjusted for prepaid tax.

Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

Cash

Cash comprises bank deposits.

Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Other financial liabilities

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.

Deferred income

Deferred income comprises income received for recognition in subsequent financial years. Deferred income is measured at cost.