

Intec Telecom Systems Denmark A/S

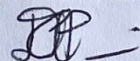
c/o TMF Denmark A/S, H.C. Andersens Boulevard 38, 3. th, 1553 Copenhagen

CVR no. 15 99 09 88

Annual report 2024

Approved at the Company's annual general meeting on 19 May 2025

Chair of the meeting:


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Statement by the Board of Directors and the Executive Board

Today, the Board of Directors and the Executive Board have discussed and approved the annual report of Intec Telecom Systems Denmark A/S for the financial year 1 January - 31 December 2024.

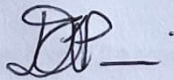
The annual report, which has not been audited, has been prepared in accordance with the provisions of the Danish Financial Statements Act. The Board of Directors and the Executive Board have considered the criteria for omission of audit to be met.

In our opinion, the financial statements give a true and fair view of the financial position of the Company at 31 December 2024 and of the results of the Company's operations for the financial year 1 January - 31 December 2024.

Further, in our opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

We recommend that the annual report be approved at the annual general meeting.

Copenhagen, 19 May 2025
Executive Board:

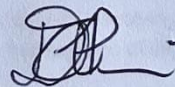


Darren Alexander Parkinson

Board of Directors:

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Fiona Mary O'Connor
Chairman

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Victoria Louise Shaw



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Darren Alexander Parkinson

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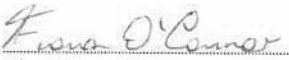
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Copenhagen, 19 May 2025
Executive Board:

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Darren Alexander Parkinson

Board of Directors:


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Chairman

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Victoria Louise Shaw

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Copenhagen, 19 May 2025
Executive Board:

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Darren Alexander Parkinson

Board of Directors:

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Fiona Mary O'Connor
Chairman


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Victoria Louise Shaw

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Darren Alexander Parkinson

Independent auditor's report on the compilation of financial statements

To the general management of Intec Telecom Systems Denmark A/S

We have compiled the financial statements of Intec Telecom Systems Denmark A/S for the financial year 1 January - 31 December 2024 based on the Company's bookkeeping and other information provided.

The financial statements comprise an income statement, balance sheet, statement of changes in equity and notes, including 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 you in the preparation and presentation of the financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant requirements in the Danish Auditors Act and International Ethics Standards Board for Professional Accountants' International Code of Ethics for Professional Accountants (IESBA Code), including principles of integrity, objectivity, professional competence and due care.

The financial statements and the accuracy and completeness of the information used to compile the financial statements are your responsibility.

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

Copenhagen, 19 May 2025
EY Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28



Claus Tanggaard Jacobsen
State Authorised Public Accountant
mne23314

Management's review

Company details

Name	Intec Telecom Systems Denmark A/S
Address, Postal code, City	c/o TMF Denmark A/S, H.C. Andersens Boulevard 38, 3. th, 1553 Copenhagen
CVR no.	15 99 09 88
Established	1 February 1992
Registered office	Copenhagen
Financial year	1 January - 31 December
Board of Directors	Fiona Mary O'Connor, Chairman Victoria Louise Shaw Darren Alexander Parkinson
Executive Board	Darren Alexander Parkinson
Accountant	EY Godkendt Revisionspartnerselskab Dirch Passers Allé 36, P.O. Box 250, 2000 Frederiksberg, Denmark

Management's review

Business review

The main activity of the Intec Denmark Group in the past was the sale of license rights for billing software and related consultancy services. The Group's activities have ceased, and all entities within the Group are non-trading with minimal levels of administration overheads.

Intec Denmark is primarily an investment holding company.

Financial review

The income statement for 2024 shows a profit of DKK 1,640 thousand against a loss of DKK 992 thousand last year, and the balance sheet at 31 December 2024 shows a negative equity of DKK 174,591 thousand.

Capital resources

It is the intention of the Parent Company to run the Company with only small level of trading activity until the remaining subsidiary has either been closed or merged into other Group companies.

We refer to note 2 to the financial statements, in which the capital resources are outlined.

Foreign branches

The Company has one remaining subsidiary, which is non-trading. The estimated costs of liquidating this subsidiary exceed the benefit, and as such, there are no plans to liquidate this in the near term.

Events after the balance sheet date

No events materially affecting the Company's financial position have occurred subsequent to the financial year-end.

Financial statements 1 January - 31 December

Income statement

Note	DKK'000	2024	2023
	Gross profit	77	119
	Administrative expenses	-71	-108
	Operating profit	6	11
	Other financial income	0	20
	Financial expenses	-1	-3
	Profit before tax	5	28
	Tax for the year	1,635	-1,020
	Profit/loss for the year	1,640	-992
	Recommended appropriation of profit/loss		
	Retained earnings/accumulated loss	1,640	-992
		1,640	-992

Financial statements 1 January - 31 December

Balance sheet

Note	DKK'000	2024	2023
	ASSETS		
	Fixed assets		
3	Investments		
	Investments in group entities	0	0
		0	0
	Total fixed assets	0	0
	Non-fixed assets		
	Receivables		
	Prepayments	0	8
		0	8
	Cash	35	25
	Total non-fixed assets	35	33
	TOTAL ASSETS	35	33
	EQUITY AND LIABILITIES		
	Equity		
	Share capital	14,585	14,585
	Retained earnings	-189,176	-189,181
	Total equity	-174,591	-174,596
	Liabilities other than provisions		
4	Non-current liabilities other than provisions		
	Subordinate loan capital	172,805	172,805
		172,805	172,805
	Current liabilities other than provisions		
	Trade payables	1	0
	Payables to group entities	1,779	1,783
	Other payables	41	41
		1,821	1,824
	Total liabilities other than provisions	174,626	174,629
	TOTAL EQUITY AND LIABILITIES	35	33

- 1 Accounting policies
- 2 Going concern uncertainties
- 5 Contractual obligations and contingencies, etc.
- 6 Related parties

Financial statements 1 January - 31 December

Statement of changes in equity

DKK'000	Share capital	Retained earnings	Total
Equity at 1 January 2023	14,585	-189,178	-174,593
Transfer through appropriation of loss	0	-992	-992
Tax on items recognised directly in equity	0	989	989
Equity at 1 January 2024	14,585	-189,181	-174,596
Transfer through appropriation of profit	0	1,640	1,640
Tax on items recognised directly in equity	0	-1,635	-1,635
Equity at 31 December 2024	14,585	-189,176	-174,591

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies

The annual report of Intec Telecom Systems Denmark A/S for 2024 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B entities and elective choice of certain provisions applying to reporting class C entities.

Pursuant to section 110(1) of the Danish Financial Statements Act, the Company has not prepared consolidated financial statements.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

In accordance with the Danish Business Authority's clarification in May 2021, financial statement items regarding equity investments in associates have been renamed to equity investments in participating interests as the financial statement items must be designated as such when the entity only holds equity investments in associates.

Reporting currency

The financial statements are presented in Danish kroner (DKK'000).

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rate at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables and payables and other monetary items denominated in foreign currencies are translated at the exchange rate at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the most recent financial statements is recognised in the income statement as financial income or financial expenses.

Foreign group entities

Foreign group entities and associates are considered separate entities. Items in such entities' income statements are translated at an average exchange rate for the month, and balance sheet items are translated at closing rates. Foreign exchange differences arising on translation of the opening equity of foreign group entities to closing rates and on translation of the income statements from average exchange rates to closing rates are taken directly to equity.

Foreign exchange adjustments of balances with separate foreign group entities, which are considered part of the aggregate investment in the group entity, are taken directly to equity, and foreign exchange gains and losses on loans and derivative financial instruments designated as hedges of foreign group entities are recognised directly in equity.

On recognition of foreign group entities which are integral entities, monetary items are translated at closing rates. Non monetary items are translated at the exchange rate at the acquisition date or at the date of any subsequent revaluation or impairment of the asset. Income statement items are translated at the exchange rates at the transaction date. However, items derived from non monetary items are translated at historical exchange rates for the non monetary item.

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Income statement

Revenue

With effect from 1 January 2013 the company agreed to act as an agent of another group company based in the UK. Under this agreement, the company is now an agent for the group company and all customer revenue is passed in full to the group company. The group company is responsible for all risk associated with revenue and the underlying contracts.

The group company also agreed to reimburse all costs of the company plus an appropriate mark-up.

Gross profit

The items revenue, production costs and other operating income have been aggregated into one item in the income statement called gross profit in accordance with section 32 of the Danish Financial Statements Act.

Administrative expenses

Administrative expenses include expenses incurred in the year for company management and administration, including expenses relating to administrative staff, Management, office premises and expenses as well as amortisation/depreciation of assets used for administrative purposes.

Profit/loss from investments in group entities, associates and participating interests

A proportionate share of the underlying entities' profit/loss after tax is recognised in the income statement according to the equity method. Shares of profit/loss after tax in subsidiaries and associates are presented as separate line items in the income statement. Full elimination of intra-group gains/losses is made to equity investments in subsidiaries.

Financial income and expenses

Financial income and expenses are recognised in the income statements at the amounts that concern the financial year. Net financials include interest income and expenses as well as allowances and surcharges under the advance-payment-of-tax scheme, etc.

Tax

The parent company is covered by the Danish rules on mandatory joint taxation of the Group's Danish group entities. Group entities are included in the joint taxation arrangement from the date at which they are included in the consolidated financial statements and up to the date when they are no longer consolidated.

The parent company acts as management company for the joint taxation arrangement and consequently settles all corporate income tax payments with the tax authorities.

On payment of joint taxation contributions, the Danish corporate income tax charge is allocated between the jointly taxed entities in proportion to their taxable income. Entities with tax losses receive joint taxation contributions from entities that have been able to use the tax losses to reduce their own taxable income.

Tax for the year, which comprises the current income tax charge, joint taxation contributions and deferred tax adjustments, including adjustments arising from changes in tax rates, is recognised in the income statement as regards the portion that relates to the profit/loss for the year and directly in equity as regards the portion that relates to entries directly in equity.

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Balance sheet

Investments in group entities

Equity investments in group entities are measured according to the equity method.

On initial recognition, equity investments in group entities are measured at cost, i.e. plus transaction costs. The cost is allocated in accordance with the acquisition method; see the accounting policies regarding business combinations.

The cost is adjusted by shares of profit/loss after tax calculated in accordance with the Group's accounting policies less or plus unrealised intra-group gains/losses.

Identified increases in value and goodwill, if any, compared to the underlying entity's net asset value are amortised in accordance with the accounting policies for the assets and liabilities to which they can be attributed. Negative goodwill is recognised in the income statement.

Dividend received is deduced from the carrying amount.

Equity investments in group entities measured at net asset value are subject to impairment test requirements if there is any indication of impairment.

Receivables

The Company has chosen IAS 39 as interpretation for impairment write-down of financial receivables.

Receivables are measured at amortised cost.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable has been impaired, an impairment loss is recognised on an individual basis.

Receivables in respect of which there is no objective evidence of individual impairment are tested for objective evidence of impairment on a portfolio basis. The portfolios are primarily based on the debtors' domicile and credit ratings in line with the Company's risk management policy. The objective evidence applied to portfolios is determined based on historical loss experience.

Impairment losses are calculated as the difference between the carrying amount of the receivables and the present value of the expected cash flows, including the realisable value of any collateral received. The effective interest rate for the individual receivable or portfolio is used as discount rate.

Liabilities

The Company has chosen IAS 39 as interpretation for liabilities.

Financial liabilities are recognised at the date of borrowing at the net proceeds received less transaction costs paid. On subsequent recognition, financial liabilities are measured at amortised cost, corresponding to the capitalised value, using the effective interest rate. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan. Financial liabilities also include the capitalised residual lease liability in respect of finance leases.

Other liabilities are measured at net realisable value.

Financial statements 1 January - 31 December

Notes to the financial statements

1 Accounting policies (continued)

Subordinate loan capital

Liabilities where the creditors have stated they are willing to subordinate their claim to rank after all the entity's other creditors are presented as subordinate loan capital. Subordinate loan capital is recognised using the same method as applies to liabilities.

2 Going concern uncertainties

To ensure that the Company has sufficient cash for continuing operations in the foreseeable future, Management has received a "Letter of Support" from the Parent Company that will provide the required financial liquidity as requirements arise.

Based on the "Letter of Support" and that the required cash will be provided as the need occurs, Management has prepared the financial statements on the going concern assumption. It is Management's opinion that the Company will have sufficient cash to continue as a going concern in the foreseeable future at least for the next 12 months.

3 Investments

Group entities

Name	Domicile	Interest	Equity DKK'000	Profit/loss DKK'000
Digiquant Inc.	USA	100.00%	-119,798	0

Financial statements 1 January - 31 December

Notes to the financial statements

4 Non-current liabilities other than provisions

DKK'000	Total debt at 31/12 2024	Short-term portion	Long-term portion	Outstanding debt after 5 years
Subordinate loan capital	172,805	0	172,805	172,805
	172,805	0	172,805	172,805

5 Contractual obligations and contingencies, etc.

Other contingent liabilities

The Company is jointly taxed with a sister company, Volubill Danmark ApS. As management company, the Company has joint and several unlimited liability with Volubill Danmark ApS for payment of Danish income taxes. The jointly taxed entities' known net income tax liability totals DKK 0 thousand at 31 December 2024. Any subsequent corrections of the the joint taxation income may entail that the Company's liability will increase.

6 Related parties

Information about consolidated financial statements

Parent	Domicile	Requisitioning of the parent company's consolidated financial statements
CSG Systems International Inc.	169 Inverness Drive West, Englewood, CO 80112, United States	www.csgi.com

Ownership

The following shareholders are registered in the Company's register of shareholders as holding minimum 5% of the share capital:

Name	Domicile
Independent Technology Systems Ltd. Parent	The Pavilions, Bridgwater Road Bristol, England, BS13 8FD
CSG Systems International Inc. Ultimate parent	169 Inverness Drive West, Englewood, CO 80112, United States