

Anemoi International Limited

Report and Financial Statements

Year to 31 December 2022

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2022 HIGHLIGHTS

Group Results 2022 versus 2021

	GBP
• Group Operating Loss for the year	£(0.8)m vs £(0.6)m
• Group Loss before taxation for the year	£(0.8)m vs £(0.6)m
• Group Earnings Per Share (basic and diluted)* ¹	£(0.01) vs £(0.02)
• Book value per share* ²	£0.03 vs £0.03
• Net Cash	£2.2m vs £2.7m

*¹ based on weighted average number of shares in issue of 157,041,665 (2021: 38,933,104)

*² based on actual number of shares in issue as at 31 December 2022 of 157,041,665 (2021: 157,041,665)

2021 HIGHLIGHTS

- **id4 growth below budget**

Sebastien Lalande, founder and CEO departs Company

Costs slashed and business refocused on intermediate as well as end user sales

Id4 revenues and profitability insufficient to support Public Company costs

Board have been pursuing broad- based acquisition search for Reverse Take Over (RTO) candidate

A number of potential candidates identified that fulfil RTO rules, which require the post transaction market value to be in excess of £30 million

Board targeting Q3 update announcement on potential transaction

CHAIRMAN'S STATEMENT

2022 can be viewed as a year of "one step forward, two steps sideways". The Board's frustration with management's inability to take responsibility for results ultimately resulted in the departure of Sebastien Lalande, id4's co-founder and CEO. Costs have been further reduced and id4's sales efforts, as highlighted above, are now focused on BtoB as well as BtoC, thus allowing id4 to work in collaboration with larger, better established software houses that offer complimentary solutions, but which do not offer an integrated KYC/AML as part of their software.

During the past few months the Board have pursued a number of potential M&A opportunities and have now reduced the number that fulfil the required criteria for an RTO for a listed entity to two potential candidates. The Board will update on discussions during Q3 2023.



Duncan Soukup

Chairman

4 July 2023

DIRECTORS' REPORT

The Directors present their report and the audited financial statements for the period ended 31 December 2022.

BUSINESS REVIEW AND PRINCIPAL ACTIVITIES

Anemoi International Ltd (the "Company") is a British Virgin Island ("BVI") International business company ("IBC"), incorporated and registered in the BVI on 6 May 2020.

id4 AG was formed as part of the merger of the former id4 AG ("id4") with and into its parent, Apeiron Holdings AG on 14 September 2021. id4 was incorporated and registered in the Canton of Lucerne in Switzerland in April 2019 whilst Apeiron Holdings AG was incorporated and registered in December 2018. Following the merger, Apeiron Holdings AG was renamed id4 AG.

DIRECTORS AND DIRECTORS' INTERESTS

The Directors of the Company who held office during the year and to date, including details of their interest in the share capital of the Company, are as follows:

Name	Date Appointed	Date Resigned	Shares held
Executive Director			
C Duncan Soukup	6 May 2020		7,925,142
T Donell	17 December 2021	21 October 2022	-
R Schimmel	17 December 2021	28 February 2022	-
Non-Executive Directors			
Gareth Edwards	14 August 2020	7 February 2022	-
Luca Tomasi	5 July 2021		-
Kenneth Morgan	24 May 2022		-
T Donell	21 October 2022		-

Company Secretary Charles Duncan Soukup

Registered Agent Hatstone Trust Company (BVI) Limited, Folio Chambers, PO Box 800, Road Town, Tortola, British Virgin Islands

Registered Office Folio Chambers, PO Box 800, Road Town, Tortola, British Virgin Islands

Auditor RPG Crouch Chapman LLP, 5th Floor, 14-16 Dowgate Hill, London EC4R 2SU

RELATED PARTY TRANSACTIONS

Details of all related party transactions are set out in note 16 to the financial statements.

OPERATIONAL RISKS

The directors recognise that commercial activities invariably involve an element of risk. A number of the risks to which the business is exposed, such as the condition of the UK and Swiss domestic economies in relation to asset management and investment in systems, are beyond the Company's influence. However, such risk areas are monitored and appropriate mitigating action, such as reviewing the substance and timing of the Company's operational plans, is taken wherever

practicable in response to significant changes. The directors consider the risk areas the Company is exposed to in the light of prevailing economic conditions and the risk areas set out in this section are subject to review.

In relation to asset management, the Company's approach to risk reflects the Company's granular business model and position in the market and involves the expertise of its directors, management and third-party advisers. Operational progress and key investment and disposal decisions are considered in regular management team meetings as well as being subject to informal peer review.

Higher level risks and financial exposures are subject to constant monitoring. Major investment and disposal decisions are subject to review by the directors in accordance with a protocol set by the Board.

The Company is dependent upon the Directors, and in particular, Mr C. Duncan Soukup, who serves as the Chairman, to identify potential acquisition opportunities and to execute any acquisition. The unexpected loss of the services of Mr Soukup or the other Directors could have a material adverse effect on the Company's ability to identify potential acquisition opportunities and to execute an acquisition.

DIRECTORS' REPORT CONTINUED

The Company may invest in or acquire unquoted companies, joint ventures or projects which, amongst other things, may be leveraged, have limited operating histories, have limited financial resources or may require additional capital.

FINANCIAL RISKS

Details of the financial instrument risks and strategy of the Company are set out in note 18.

RISKS AND UNCERTAINTIES

A summary of the key risks and mitigation strategies is below:

	Risk	Mitigation
1.	Insufficient cash resources to meet liabilities, continue as a going concern and finance key projects.	Short term and annual business plans are prepared and are reviewed on an ongoing basis.
2.	Loss of key management/staff resulting in failure to identify and secure potential investment opportunities and meet contractual requirements.	Regular review of both the Board's and key management's abilities. Review of salaries and benefits including long term incentives and ongoing communication with key individuals.
3.	Failure to maintain strong and effective relations with key stakeholders in investments resulting in loss of contracts or value.	The Board and senior management seek to establish and maintain an open and transparent dialogue with key stakeholders.
4.	Failure to comply with law and regulations in the jurisdictions in which we operate.	Key management are professionally qualified. In addition the Company appoints relevant professional advisers (legal, tax, accounting etc) in the jurisdictions in which we operate.
5.	Significant changes in the political environment, including the impact of the conflict in Ukraine,, results in loss of resources/market and/or business failure.	The Group is currently poised to take advantage of disruption to the global economy with a low cost base and flexibility to scale up as and when the economy recovers. Increased focus on compliance within the financial investment world will benefit the company long term.

DIRECTORS' RESPONSIBILITIES

The Directors have elected to prepare the financial statements for the Company in accordance with UK Adopted International Accounting Standards ("IFRS").

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company, for safeguarding the assets and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

International Accounting Standard 1 requires that financial statements present fairly for each financial period the Company's financial position, financial performance and cash flows. This requires the faithful representation of the effects of transactions, other events and conditions in accordance with the definitions and recognition criteria for assets, liabilities, income and expenses set out in the International Accounting Standards Board's 'Framework for the preparation and presentation of financial statements'. In virtually all circumstances, a fair presentation will be achieved

by compliance with all applicable International Financial Reporting Standards as adopted by the United Kingdom. A fair presentation also requires the Directors to:

- select and apply appropriate accounting policies;
- present information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- provide additional disclosures when compliance with the specific requirements in UK adopted IFRSs is insufficient to enable users to understand the impact of particular transactions, other events and conditions on the entity's financial position and financial performance; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

DIRECTORS' REPORT CONTINUED

All of the current Directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the Company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The Directors are not aware of any relevant audit information of which the auditors are unaware.

The financial statements are published on the Group's website. The maintenance and integrity of the Group's website is the responsibility of the Directors. The Directors' responsibility also extends to the ongoing integrity of the financial statements contained therein.

AGM

The Annual General Meeting was held at Anjuna, 28 Avenue de la Liberté, 06360 Éze France on 29 June 2023 at 11.30 (CEST).

AUDITORS

A resolution to confirm the appointment of RPG Crouch Chapman as the Company's auditors was submitted to the shareholders at the Annual General Meeting.

**Approved by the Board and signed on its behalf
by**



C. Duncan Soukup

Chairman

04 July 2023

CORPORATE GOVERNANCE STATEMENT

Anemoi International Ltd (“Anemoi” or the “Company”) is a company registered on the Main Market of the London Stock Exchange.

The Company is subject to, and complies with, the relevant Financial Conduct Authority’s (“FCA”) Listing Rules (“Listing Rules”), the Market Abuse Regulation and the Disclosure Guidance and Transparency Rules of the Financial Conduct Authority.

On 17 December 2021 the Company confirmed its shares were re-admitted to trading on the London Stock Exchange’s main market. The Board recognises the importance and value for the Company and its shareholders of good corporate governance. The Company Statement on Corporate Governance is in full below.

BOARD OVERVIEW

In formulating the Company’s corporate governance framework, the Board of Directors have reviewed the principles of good governance set out in the QCA code (the Corporate Governance Code for Small and Mid-Sized Quoted Companies 2018 published by the Quoted Companies Alliance) so far as is practicable and to the extent they consider appropriate with regards to the Company’s size, stage of development and resources. However, given the modest size and simplicity of the Company, at present the Board of Directors do not consider it necessary to adopt the QCA code in its entirety but does apply the principles, as set out below.

The purpose of corporate governance is to create value and long-term success of the Group through entrepreneurship, innovation, development and exploration as well as provide accountability and control systems to mitigate risks involved.

COMPOSITION OF THE BOARD AND BOARD COMMITTEES

As at the date of this report, the Board of Anemoi International Ltd comprises of one Executive Director and three Non-Executive Directors.

BOARD BALANCE

The current Board membership provides a balance of industry and financial expertise which is well suited to the Group’s activities. This will be monitored and adjusted to meet the Group’s requirements. The Board is supported by the Audit Committee, Remuneration Committee and Regulatory Compliance Committee, all of which have the necessary character, skills and knowledge to discharge their duties and responsibilities effectively.

Further information about each Director may be found on the Company’s website at <https://anemoi-international.com/investor-relations/board-of-directors/>. The Board seeks to ensure that its membership has the skills and experience that it requires for its present and future business needs.

The Board has a procedure allowing Directors to seek independent professional advice in furtherance of their duties, at the Company’s expense.

RE-ELECTION OF DIRECTORS

In line with the QCA Code, all Directors are subject to re-election each year, subject to satisfactory performance.

BOARD AND COMMITTEE MEETINGS

The Board meets sufficiently regularly to discharge its duties effectively with a formal schedule of matters specifically reserved for its decision.

Due to the short period of time following the completion of the re-listing and the period end, the Board as it stands did not need to meet. However during the period prior to the relisting and the previous Board composition the Board met on a number of occasions in order to conduct the activity required of the business:

Director	Meetings attended
Duncan Soukup	3
Tim Donell	3
Luca Tomasi	3
Kenneth Morgan	3

AUDIT COMMITTEE

During the financial period to 31 December 2022, the Audit Committee consisted of Luca Tomasi (Chairman) and one other director.

The key functions of the audit committee are for monitoring the quality of internal controls and ensuring that the financial performance of the Group is properly measured and reported on and for reviewing reports from the Company’s auditors relating to the Company’s accounting and internal controls, in all cases having due regard to the interests of Shareholders. The Committee has formal terms of reference.

Former auditor, Jeffreys Henry LLP unexpectedly resigned in December 2022. In the first quarter of 2023 therefore, the Group experienced a delay in the audit process. New auditor, RPG Crouch Chapman, was appointed on 19 April 2023. The Company has indicated its independence to the Board. At present, the Group does not have an internal audit function. However, the committee believes that management has been

CORPORATE GOVERNANCE STATEMENT

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able to gain assurance as to the adequacy and effectiveness of internal controls and risk management procedures. There is no policy held on auditor rotation.

REMUNERATION COMMITTEE

During the financial period to 31 December 2022, the Remuneration Committee consisted of Luca Tomasi and one other director. It is responsible for determining the remuneration and other benefits, including bonuses and share based payments, of the Executive Directors, and for reviewing and making recommendations on the Company's framework of executive remuneration. The Committee has formal terms of reference.

The remuneration committee is a committee of the Board. It is primarily responsible for making recommendations to the Board on the terms and conditions of service of the executive Directors, including their remuneration and grant of options.

STATEMENT ON CORPORATE GOVERNANCE

The corporate governance framework which Anemol has implemented, including in relation to board leadership and effectiveness, remuneration and internal control, is based upon practices which the board believes are proportionate to the risks inherent to the size and complexity of Anemol's operations.

The Board considers it appropriate to adopt the principles of the Quoted Companies Alliance Corporate Governance Code ("the QCA Code") published in April 2018. The extent of compliance with the ten principles that comprise the QCA Code, together with an explanation of any areas of non-compliance, and any steps taken or intended to move towards full compliance, are set out below:

1. Establish a strategy and business model which promote long-term value for shareholders

The Company is a Holding Company which has in the past and will in the future seek to acquire assets which in the opinion of the Board should generate long term gains for its shareholders. The current strategy and business operations of the Company are set out in the Chairman's Statement on page 4. Shareholders and potential investors must realise that the objectives set out in that document are simply that, "objectives" and that the Company may without prior notification change these objectives based upon opportunities presented to the Board or market conditions.

The Group's strategy and business model and amendments thereto, are developed by the Executive Chairman and his senior management team, and approved by the Board. The management team, led by the Executive Chairman, is

responsible for implementing the strategy and overseeing management of the business at an operational level.

The Board is actively considering a number of opportunities and, ultimately, the Directors believe that this approach will deliver long-term value for shareholders. In executing the Group's strategy, management will seek to mitigate/hedge risk whenever possible.

As a result of the Board's view of the market, the Board has adopted a two-pronged approach to future investments:

1. **Opportunistic:** where an acquisition or investment exists because of price dislocation (the price of a stock collapses but fundamentals are unaffected) or where the Board identifies a special "off market" opportunity;
2. **Finance:** The Board seeks opportunities in the FinTech sector.

The above outlined strategy is subject to change depending on the Board's findings and prevailing market conditions

2. Seek to understand and meet shareholder needs and expectations

The Board believes that the Annual Report and Accounts, and the Interim Report published at the half-year, play an important part in presenting all shareholders with an assessment of the Group's position and prospects. All reports and press releases are published in the Investor Relations section of the Company's website.

3. Take into account wider stakeholder and social responsibilities and their implications for long-term success

The Group is aware of its corporate social responsibilities and the need to maintain effective working relationships across a range of stakeholder groups. These include the Group's consultants, employees, partners, suppliers, regulatory authorities and entities with whom it has contracted. The Group's operations and working methodologies take account of the need to balance the needs of all of these stakeholder groups while maintaining focus on the Board's primary responsibility to promote the success of the Group for the benefit of its members as a whole. The Group endeavours to take account of feedback received from stakeholders, making amendments where appropriate and where such amendments are consistent with the Group's longer term strategy.

The Group takes due account of any impact that its activities may have on the environment and seeks to minimise this impact wherever possible. Through the various procedures and systems it operates, the Group ensures full compliance with health and safety and environmental legislation relevant

CORPORATE GOVERNANCE STATEMENT

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to its activities. The Group's corporate social responsibility approach continues to meet these expectations.

4. Embed effective risk management, considering both opportunities and threats, throughout the organisation

The Board is responsible for the systems of risk management and internal control and for reviewing their effectiveness. The internal controls are designed to manage and whenever possible minimise or eliminate risk and provide reasonable but not absolute assurance against material misstatement or loss. Through the activities of the Audit Committee, the effectiveness of these internal controls is reviewed annually.

A budgeting process is completed once a year and is reviewed and approved by the Board. The Group's results, compared with the budget, are reported to the Board on a regular basis.

The Group maintains appropriate insurance cover in respect of actions taken against the Directors because of their roles, as well as against material loss or claims against the Group. The insured values and type of cover are comprehensively reviewed on a periodic basis.

The senior management team meet regularly to consider new risks and opportunities presented to the Group, making recommendations to the Board and/or Audit Committee as appropriate.

The Board has an established Audit Committee.

The Company receives comments from its external auditors on the state of its internal controls.

The more significant risks to the Group's operations and the management of these have been disclosed in the Director's Report on page 5.

5. Maintain the Board as a well-functioning, balanced team led by the Chair

The Board currently comprises three non-executive Directors, and an Executive Chairman. Directors' biographies are set out in the Board of Directors section of the Company's website.

All of the Directors are subject to election by shareholders at the first Annual General Meeting after their appointment to the Board and will continue to seek re-election every year.

The Board is responsible to the shareholders for the proper management of the Group and, in normal circumstances, meets at least four times a year to set the overall direction and strategy of the Group, to review operational and financial performance and to advise on management appointments.

The Board considers itself to be sufficiently independent. The QCA Code suggests that a board should have at least two

independent Non-executive Directors. Both of the Non-executive Directors who sat on the Board of the Company at the year-end are regarded as independent under the QCA Code's guidance for determining such independence.

Non-executive Directors receive their fees in the form of a basic cash fee based on attendance at board calls and board meetings. Directors are eligible for bonuses. The current remuneration structure for the Board's Non-executive Directors is deemed to be proportionate.

6. Ensure that between them, the directors have the necessary up-to-date experience, skills and capabilities

The Board considers that the Non-executive Directors are of sufficient competence and calibre to add strength and objectivity to its activities, and bring considerable experience in technical, operational and financial matters.

The Company has put in place an Audit Committee as well as a Remuneration Committee.

The Board regularly reviews the composition of the Board to ensure that it has the necessary breadth and depth of skills to support the on-going development of the Group.

The Chairman requires that the Directors' knowledge is kept up to date on key issues and developments pertaining to the Group, its operational environment and to the Directors' responsibilities as members of the Board. During the course of the year, Directors received updates from various external advisers on a number of regulatory and corporate governance matters.

Directors' service contracts or appointment letters make provision for a Director to seek personal advice in furtherance of his or her duties and responsibilities.

7. Evaluate Board performance based on clear and relevant objectives, seeking continuous improvement

The Board's performance is measured by the success of the Company's acquisitions and investments and the returns that they generate for shareholders and in comparison to peer group companies. This performance is presented in the Group's monthly management accounts and reported, discussed and reviewed with the Board regularly.

8. Promote a corporate culture that is based on ethical values and behaviours

The Board seeks to maintain the highest standards of integrity and probity in the conduct of the Group's operations. These values are enshrined in the written policies and working

CORPORATE GOVERNANCE STATEMENT

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practices adopted by all employees in the Group. An open culture is encouraged within the Group. The management team regularly monitors the Group's cultural environment and seeks to address any concerns that may arise, escalating these to Board level as necessary.

The Group is committed to providing a safe environment for its staff and all other parties for which the Group has a legal or moral responsibility in this area.

Anemol has a strong ethical culture, which is promoted by the actions of the Board and management team. The Group has an anti-bribery policy and would report any instances of non-compliance to the Board. The Group has undertaken a review of its requirements under the General Data Protection Regulation, implementing appropriate policies, procedures and training to ensure it is compliant.

9. Maintain governance structures and processes that are fit for purpose and support good decision-making by the Board

The Board has overall responsibility for promoting the success of the Group. The Chairman has day-to-day responsibility for the operational management of the Group's activities. The non-executive Directors are responsible for bringing independent and objective judgment to Board decisions. Matters reserved for the Board include strategy, investment decisions, corporate acquisitions and disposals.

There is a clear separation of the roles of Executive Chairman and Non-executive Directors. The Chairman is responsible for overseeing the running of the Board, ensuring that no individual or group dominates the Board's decision-making and ensuring the Non-executive Directors are properly briefed on matters. Due to its current size, the Group does not require nor bear the cost of a chief executive.

The Chairman has overall responsibility for corporate governance matters in the Group but does not chair any of the Committees. The Chairman also has the responsibility for implementing strategy and managing the day-to-day business activities of the Group. The Chairman is also responsible for ensuring that Board procedures are followed and applicable rules and regulations are complied with.

The Audit Committee normally meets at least once a year and has responsibility for, amongst other things, planning and reviewing the annual report and accounts and interim statements involving, where appropriate, the external auditors. The Committee also approves external auditors' fees and ensures the auditors' independence as well as focusing on compliance with legal requirements and accounting standards. It is also responsible for ensuring that an effective system of internal control is maintained. The ultimate responsibility for

reviewing and approving the annual financial statements and interim statements remains with the Board.

A summary of the work of the Audit Committee undertaken in the year ended 31 December 2022 is set out above. The Committee has formal terms of reference, which are set out in the Board of Directors section of the Company's website.

The Remuneration Committee, which meets as required, but at least once a year, has responsibility for making recommendations to the Board on the compensation of senior executives and determining, within agreed terms of reference, the specific remuneration packages for each of the Directors. It also supervises the Company's share incentive schemes and sets performance conditions for share options granted under the schemes.

A summary of the work of the Remuneration Committee undertaken in the year ended 31 December 2022 is set out above. The Committee has formal terms of reference.

The Directors believe that the above disclosures constitute sufficient disclosure to meet the QCA Code's requirement for a Remuneration Committee Report. Consequently, a separate Remuneration Committee Report is not presented in the Group's Annual Report.

10. Communicate how the Group is governed and is performing by maintaining a dialogue with shareholders and other relevant stakeholders

The Board believes that the Annual Report and Accounts, and the Interim Report published at the half-year, play an important part in presenting all shareholders with an assessment of the Group's position and prospects. The Annual Report includes a Corporate Governance Statement which refers to the activities of both the Audit Committee and Remuneration Committee. All reports and press releases are published in the Investor Relations section of the Group's website.

The Group's financial reports and notices of General Meetings of the Company can be found in the Reports and Documents section of the Company's website. The results of voting on all resolutions in future general meetings will be posted to this website, including any actions to be taken as a result of resolutions for which votes against have been received from at least 20 per cent of independent shareholders.

C. Duncan Soukup

Chairman

04 July 2023

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS' OF ANEMOI INTERNATIONAL LTD

OPINION

We have audited the financial statements of Anemoi International Limited and its subsidiaries (the 'Group') for the year ended 31 December 2022 which comprise the Consolidated Statement of Income, Consolidated Statement of Comprehensive Income, Consolidated Statement of Financial Position, Consolidated Statement of Cash Flows, Consolidated Statement of Changes in Equity, and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards as adopted in the United Kingdom (IFRS).

In our opinion, the financial statements:

- give a true and fair view of the state of the Group's affairs as at 31 December 2022 and of the Group's loss for the year then ended;
- have been properly prepared in accordance with IFRS.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard as applied to listed entities, and we have fulfilled our other 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 opinion.

CONCLUSIONS RELATING TO GOING CONCERN

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Our evaluation of the Directors' assessment of the entity's ability to continue to adopt the going concern basis of accounting included review of the expected cashflows for a period of 12 months from the reporting date compared with the liquid assets held by the Group.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

OUR APPROACH TO THE AUDIT

In planning our audit, we determined materiality and assessed the risks of material misstatement in the financial statements. In particular, we looked at where the directors made subjective judgements, for example in respect of significant accounting estimates. As in all of our audits, we also addressed the risk of management override of internal controls, including evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

We tailored the scope of our audit to ensure that we performed sufficient work to be able to issue an opinion on the financial statements as a whole, taking into account the structure of the group and the parent company, the accounting processes and controls, and the industry in which they operate.

KEY AUDIT MATTERS

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period and include the most significant assessed risks of material misstatement we identified (whether or not due to fraud), including those which had the greatest effect on: the overall audit strategy; the allocation of resources in the audit; and directing the efforts of the engagement team. The matter identified was addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS' OF ANEMOI INTERNATIONAL LTD CONTINUED

Key audit matter	How our work addressed this matter
<p>Carrying value of goodwill</p> <p>The carrying value of goodwill for the Group stood at £1.46m (2021: £1.46m) at the balance sheet date.</p> <p>This relates to the acquisition of id4 AG in December 2021.</p> <p>An annual impairment review has been prepared by management and no impairment is considered necessary for the financial year.</p>	<p>Our work included:</p> <ul style="list-style-type: none"> • Reviewing the impairment model provided and checking that the net present value is appropriate; • Testing the integrity of the cashflow model; • Discussing with Management the assumptions used and obtaining details to support the key assumptions; and • Sensitising the cash flows for key assumptions.
<p>Capitalisation of development costs</p> <p>The Group held £1.5m (2021: £1.3m) of development costs at the balance sheet date.</p> <p>This relates to the development of software in id4 AG.</p> <p>Management have considered all criteria for capitalization to have been met.</p>	<p>Our work included:</p> <ul style="list-style-type: none"> • Reviewing the recognition criteria under IAS 38; • Vouching a sample of costs to supporting documentation; • Recalculating costs where these have been allocated on a percentage basis; and • Reviewing management's assessment of the percentages applied.

OUR APPLICATION OF MATERIALITY

We apply the concept of materiality both in planning and performing our audit, and in evaluating the effect of misstatements. We consider materiality to be the magnitude by which misstatements, including omissions, could influence the economic decisions of reasonable users that are taken on the basis of the financial statements.

In order to reduce to an appropriately low level the probability that any misstatements exceed materiality, we use a lower materiality level, performance materiality, to determine the extent of testing needed. Importantly, misstatements below these levels will not necessarily be evaluated as immaterial as we also take account of the nature of identified misstatements, and the particular circumstances of their occurrence, when evaluating their effect on the financial statements as a whole.

We consider gross assets to be the most significant determinant of the Group's financial performance used by the users of the financial statements. We have based materiality on 1.5% of gross assets for each of the operating components. Overall materiality for the Group was therefore set at £0.1m. For each component, the materiality set was lower than the overall group materiality.

We agreed with the Audit Committee that we would report on all differences more than 5% of materiality relating to the Group financial statements. We also report to the Audit Committee on financial statement disclosure matters identified when assessing the overall consistency and presentation of the consolidated financial statements.

OTHER INFORMATION

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

RESPONSIBILITIES OF DIRECTORS

As explained more fully in the directors' responsibilities statement set out on page 7 the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS' OF ANEMOI INTERNATIONAL LTD CONTINUED

going concern basis of accounting unless the directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

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

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error; and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below:

- We obtained an understanding of the legal and regulatory frameworks within which the Group operates focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements.
- We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be the override of controls by management. Our audit procedures to respond to these risks included enquiries of management about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals and reviewing accounting estimates for biases.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error; as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditor's Report.

OTHER MATTERS THAT WE ARE REQUIRED TO ADDRESS

We were appointed on 19 April 2023 and this is the first year of our engagement as auditors for the Group.

We confirm that we are independent of the Group and have not provided any prohibited non-audit services, as defined by the Ethical Standard issued by the Financial Reporting Council.

Our audit report is consistent with our additional report to the Audit Committee explaining the results of our audit.

USE OF OUR REPORT

This report is made solely to the Group's members, as a body. Our audit work has been undertaken so that we might state to the Group's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Group and the Group's members, as a body, for our audit work, for this report, or for the opinions we have formed.


Mark Wilson MA, FCA

(Senior Statutory Auditor)

For and on behalf of RPG Crouch Chapman LLP

Chartered Accountants

Registered Auditor

5th Floor, 14-16 Dowgate Hill

London

EC4R 2SU

4 July 2023

CONSOLIDATED STATEMENT OF INCOME

for the year ended 31 December 2022

	Note	2022 GBP	2021 GBP
Continuing Operations			
Revenue	3	137,288	5,603
Cost of sales		(60,765)	(3,525)
Gross profit / (loss)		76,523	2,078
Administrative expenses excluding exceptional costs		(750,192)	(160,880)
Exceptional administration costs	5	(58,166)	(445,796)
Total administrative expenses		(808,358)	(606,676)
Operating loss before depreciation		(731,835)	(604,598)
Depreciation and Amortisation	9	(95,994)	(3,874)
Impairment		-	-
Operating loss		(827,829)	(608,472)
Net financial income/(expense)	6	(504)	4,942
Share of profits of associated entities	15	4,541	-
Profit/(loss) before taxation		(823,792)	(603,530)
Taxation		(685)	-
Profit/(loss) for the period		(824,477)	(603,530)
Earnings per share - GBP (using weighted average number of shares)			
Basic and Diluted		(0.01)	(0.02)
Basic and Diluted	8	(0.01)	(0.02)

The notes on pages 20 to 30 form an integral part of this financial information.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 December 2022

	2022	2021
	GBP	GBP
Profit for the financial year	(824,477)	(603,530)
Other comprehensive income:		
Exchange differences on re-translating foreign operations	171,836	(11,779)
Total comprehensive income	(652,641)	(615,309)
Attributable to:		
Equity shareholders of the parent	(652,641)	(615,309)
Total Comprehensive income	(652,641)	(615,309)

The notes on pages 20 to 30 form an integral part of this financial information.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

for the year ended 31 December 2022

	Note	2022 GBP	2021 GBP
Assets			
Non-current assets			
Goodwill	9	1,462,774	1,462,774
Intangible assets	9	1,482,645	1,299,266
Property, plant and equipment	9	10,406	10,146
Investments in associated entities	15	4,541	-
Total non-current assets		2,960,366	2,772,186
Current assets			
Trade and other receivables	10	386,005	628,636
Cash and cash equivalents	11	2,189,610	2,734,633
Total current assets		2,575,615	3,363,269
Liabilities			
Current liabilities			
Trade and other payables	12	652,057	729,724
Total current liabilities		652,057	729,724
Net current assets		1,923,558	2,633,545
Net assets		4,883,924	5,405,731
Shareholders' Equity			
Share capital	14	117,750	117,750
Share premium		5,773,031	5,768,771
Preference shares	14	246,096	246,096
Other Reserves	13	70,070	74,330
Foreign exchange reserve		300,281	(2,389)
Retained earnings		(1,623,304)	(798,827)
Total shareholders' equity		4,883,924	5,405,731
Total equity		4,883,924	5,405,731

The notes on pages 20 to 30 form an integral part of this financial information.

These financial statements were approved and authorised by the board on 04 July

2023. **Signed on behalf of the board by:**



C. Duncan Soukup

Chairman

CONSOLIDATED STATEMENT OF CASH FLOWS

as at 31 December 2022

	Notes	2022 GBP	2021 GBP
Cash flows from operating activities			
Operating profit/(loss)		(827,829)	(608,472)
Increase/(decrease) in trade and other receivables		242,631	-
(Decrease)/increase in trade and other payables		(77,607)	(47,914)
Net exchange differences		(130,723)	19,688
Depreciation and amortisation	9	95,994	3,874
Cash generated by operations		(697,534)	(632,824)
Taxation		(685)	-
Net cash flow from operating activities		(698,219)	(632,824)
Cash flows from investing activities			
Sale/(purchase) of intangible assets		(149,371)	-
Acquisition of subsidiary		-	18,333
Net cash flow in investing activities - continuing operations		(149,371)	18,333
Cash flows from financing activities			
Interest Paid		(42)	(14,632)
Repayment of loans and borrowings		(60)	-
Issue of ordinary share capital		-	2,415,000
Parent company loan issuance/(repayment)		-	81,893
Net cash flow from financing activities		(102)	2,482,261
Net increase in cash and cash equivalents		(847,692)	1,867,770
Cash and cash equivalents at the start of the period		2,734,633	878,642
Effects of foreign exchange rate changes		302,669	(11,779)
Cash and cash equivalents at the end of the period		2,189,610	2,734,633

The notes on pages 20 to 30 form an integral part of this financial information.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the year ended 31 December 2022

	Attributable to owners of the Company						Total Shareholders Equity
	Share Capital	Share Premium	Preference Shares	Other Reserves	Foreign Exchange Reserves	Retained Earnings	
	£	£	£	£	£	£	£
Balance as at 31 December 2020	804,855	-	-	74,330	9,390	(195,297)	693,278
Issuance of Preference shares	-	-	246,096	-	-	-	246,096
Conversion of Share Capital to par value	(1,018,479)	1,018,479	-	-	-	-	-
Acquisition of Subsidiary	50,386	2,616,280	-	-	-	-	2,666,666
Issuance of Share Capital	280,988	2,134,012	-	-	-	-	2,415,000
Foreign Exchange on translation	-	-	-	-	(11,779)	-	(11,779)
Total comprehensive income for the period	-	-	-	-	-	(603,530)	(603,530)
Balance as at 31 December 2021	117,750	5,768,771	246,096	74,330	(2,389)	(798,827)	5,405,731
Other Reserves - Options	-	4,260	-	(4,260)	-	-	-
Foreign Exchange on translation	-	-	-	-	302,670	-	302,670
Total comprehensive income for the period	-	-	-	-	-	(824,477)	(824,477)
Balance as at 31 December 2022	117,750	5,773,031	246,096	70,070	300,281	(1,623,304)	4,883,924

The notes on pages 20 to 30 form an integral part of this financial information.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2022

1. GENERAL INFORMATION

Anemoi International Ltd (the "Company") is a British Virgin Island ("BVI") International business company ("IBC"), incorporated and registered in the BVI on 6 May 2020.

id4 AG is a wholly owned subsidiary of Anemoi and was formed as part of the merger of the former id4 AG ("id4") with and into its parent, Apeiron Holdings AG on 14 September 2021. id4 was incorporated and registered in the Canton of Lucerne in Switzerland in April 2019 whilst Apeiron Holdings AG was incorporated and registered in December 2018. Following the merger, Apeiron Holdings AG was renamed id4 AG.

On the 17th December 2021, the entire share capital of id4 AG was purchased by Anemoi International Ltd.

Id4 CLM (UK) Ltd is a wholly owned subsidiary of Anemoi, incorporated on 26 November 2021 in England and Wales. Id4 CLM (UK) Ltd is a private limited company, limited by shares.

2. ACCOUNTING POLICIES

The Group financial statements consolidate those of the Company and its subsidiaries (together referred to as the "Group").

The Group prepares its accounts in accordance with applicable UK Adopted International Accounting Standards "IFRS".

The financial statements are expressed in GBP.

The principal accounting policies are summarised below. They have been applied consistently throughout the period covered by these financial statements

2.1. FUNCTIONAL CURRENCY

The presentational currency of the financial statements is GBP, whereas the functional currency of the Group is US Dollars. Transactions in foreign currencies are initially recorded in the functional currency by applying the spot exchange rate on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated into the presentational currency at the spot exchange rate on the balance sheet date. Any resulting exchange differences are included in the statement of comprehensive income. Non-monetary assets and liabilities, other than those measured at fair value, are not retranslated subsequent to initial recognition.

2.2. CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

The Group changed to UK Adopted International Accounting Standards for the year ended 31 December 2021 onwards from International Financial Reporting Standards (IFRSs) as adopted by the European Union for the year ended 31 December 2020.

Standards issued but not yet effective: There were a number of standards and interpretations which were in issue during the current period but were not effective at that date and have not been adopted for these Financial Statements. The Directors have assessed the full impact of these accounting changes on the Company. To the extent that they may be applicable, the Directors have concluded that none of these pronouncements will cause material adjustments to the Group's Financial Statements. They may result in consequential changes to the accounting policies and other note disclosures. The new standards will not be early adopted by the Group and will be incorporated in the preparation of the Group Financial Statements from the effective dates noted below.

The new standards include:

IFRS 17 Insurance contracts ¹

IAS 1 Presentation of financial statements and IFRS Practice Statement ^{2 1}

IAS 8 Accounting policies, changes in accounting estimates and errors ¹

IAS 12 Income Taxes ¹

IFRS 7 Financial Instruments: Disclosures (Supplier Finance Arrangements (Amendments to IAS 7 and IFRS 7)) ²

IFRS 16 Leases (Amendment – to clarify how a seller-lessee subsequently measure sale and leaseback transactions) ²

IAS 1 Presentation of financial statements (Amendment – Classification of Liabilities as Current or Non-Current) ²

IAS 1 Presentation of financial statements (Amendment – Non-current Liabilities with Covenants) ²

¹ Effective for annual periods beginning on or after 1 January 2023

² Effective for annual periods beginning on or after 1 January 2024

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

for the year ended 31 December 2022

2.3. JUDGEMENT AND ESTIMATES

The preparation of financial statements in conformity with IFRS requires the Directors to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The key judgement areas relate to the carrying value of intangible assets which are reviewed annually for indication of impairment. Deferred consideration as per note 16 is not currently recognised on the acquisition of .id4. AG. The deferred consideration is contingent on the meeting of financial targets by December 2026. The Board is still confident of meeting targets however the length of time and nature of recurring revenue, which form much of the financial targets, have suggested that withholding recognition of deferred consideration until such time as greater steps toward the targets have been made is the prudent judgement.

2.4. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment are stated at cost less depreciation and any provision for impairment. Cost includes the purchase price, including import duties, non-refundable purchase taxes and directly attributable costs incurred in bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended. Cost also includes capitalised interest on borrowings, applied only during the period of construction.

Fixed assets are depreciated on a straight-line basis between 3 and 15 years from the point at which the asset is put into use.

2.5. INTANGIBLE ASSETS

GOODWILL

For impairment testing purposes, management considers the operations of the Group to represent a single cash generating unit (CGU), providing software and digital solutions to the financial services industry. The directors have assessed the recoverable amount of goodwill which in accordance with IAS 36 is the higher of its value in use and its fair value less costs to sell (fair value), in determining whether there is evidence of impairment.

The fair value of the CGU as at 31 December 2022 is considered by the directors to be fairly represented when a discounted cash flow valuation of detailed forecasts over 5 years in addition to a subsequent transition period of 3 years before terminal value assumptions to establish a fair value. Forecasts assumed a discount rate of 20% and terminal growth rate of 2% respectively.

As such, the directors do not consider there to be any indication that the goodwill is impaired.

DEVELOPMENT COSTS

An intangible asset, which is an identifiable non-monetary asset without physical substance, is recognised to the extent that it is probable that the expected future economic benefits attributable to the asset will flow to the Group and that its cost can be measured reliably. Such intangible assets are carried at cost less amortisation. Amortisation is charged to 'Administrative expenses' in the Statement of Comprehensive Income on a straight-line basis over the intangible assets' useful economic life. The amortisation is based on a straight-line method typically over a period of 1-5 years depending on the life of the related asset.

Expenditure on research activities is recognised as an expense in the period in which it is incurred.

Development costs are capitalised as an intangible asset only if the following conditions are met:

- an asset is created that can be identified;
- it is probable that the asset created will generate future economic benefit;
- the development cost of the asset can be measured reliably;
- it meets the Group's criteria for technical and commercial feasibility; and
- sufficient resources are available to meet the development costs to either sell or use as an asset.

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

for the year ended 31 December 2022

2.6. TAXATION

The Company is incorporated in the BVI as an IBC and as such is not subject to tax in the BVI. Id4AG is incorporated in Switzerland is subject to tax in the Canton of Lucerne. Id4 CLM (UK) Ltd is incorporated in England and Wales and therefore subject to tax in the UK.

2.7. FOREIGN CURRENCY

Transactions in currencies other than the entity's functional currency (foreign currencies) are recorded at the rate of exchange prevailing on the dates of the transactions. At each reporting date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the financial reporting date. Exchange differences arising are included in the statement of income for the period.

Year-end GBPUSD exchange rate as at 31 Dec 2022: 1.2103 (2021: 1.3497)

Average GBPUSD exchange rate as at 31 Dec 2022: 1.2800 (2021: 1.3573)

Year-end GBPEUR exchange rate as at 31 Dec 2022: 1.1273 (2021: 1.1925)

Average GBPEUR exchange rate as at 31 Dec 2022: 1.1599 (2021: 1.1528)

Year-end GBPCHF exchange rate as at 31 Dec 2022: 1.1187 (2021: 1.2336)

Average GBPCHF exchange rate as at 31 Dec 2022: 1.1762 (2021: 1.2191)

2.8. BORROWING COSTS

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are added to the cost of those assets until such a time as the assets are substantially ready for their intended use or sale. All other borrowing costs are recognised in profit and loss in the period incurred.

2.9. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Financial assets and liabilities are recognised on the Group's statement of financial position when the Group becomes party to the contractual provisions of the instrument.

Cash and cash equivalents comprise cash in hand and demand deposits and other short-term highly liquid investments with maturities of three months or less at inception that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

Trade payables are not interest-bearing and are initially valued at their fair value and are subsequently measured at amortised cost.

Equity instruments are recorded at fair value, being the proceeds received, net of direct issue costs.

Share Capital – Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of taxation, from the proceeds.

Borrowings are initially measured at fair value and are subsequently measured at amortised cost, plus accrued interest.

2.10. GOING CONCERN

The financial statements have been prepared on the going concern basis as management consider that the Group will continue in operation for the foreseeable future and will be able to realise its assets and discharge its liabilities in the normal course of business. The Group has fully assessed its financial commitments and at the year-end had net cash reserves of £2.2m.

In arriving at this conclusion management have prepared cash flow forecasts considering operating cash flows and capital expenditure requirements for the Group, as well as available working capital.

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

for the year ended 31 December 2022

3. SEGMENT INFORMATION

Following the acquisition of id4 AG on 17 December 2021 the Group operated a software services segment as outlined below.

	Sale of Services* GBP	Sale of Goods GBP	Total GBP
Revenue	137,288	-	137,288

Based on these segments, the reportable segments under IFRS 8 is as follows:

	Software Sales GBP	Other segments GBP	Total GBP
Segment income statement			
Revenue	137,288	-	137,288
Expenses	(445,813)	(419,272)	(865,086)
Depreciation/Amortisation	(95,994)	-	(95,994)
Profit/loss before tax	(404,519)	(419,272)	(823,792)
Attributable income tax expense	(685)	-	(685)
Profit/loss for the period	(405,204)	(419,272)	(824,477)

	Software Sales GBP	Other segments GBP	Total GBP
Segment statement of financial position			
Non-current assets	1,493,052	1,467,314	2,960,366
Current assets	299,028	2,276,587	2,575,615
Assets	1,792,080	3,743,901	5,535,981
Current liabilities	930,401	(278,344)	652,057
Liabilities	930,401	(278,344)	652,057
Net assets	861,679	4,022,245	4,883,924
Shareholders' equity	861,679	4,022,245	4,883,924
Total equity	861,679	4,022,245	4,883,924

* Sale of Services refers to SaaS based software sales at id4.

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

for the year ended 31 December 2022

4. OPERATING LOSS FOR THE PERIOD

The operating profit for the year is stated after charging:

	2022	2021
	GBP	GBP
Wages and salaries	353,859	68,323
Social security costs	14,222	3,141
Pension costs	12,961	1,261
Audit fees	46,790	7,137
Legal and professional fees	233,491	50,951

Non audit fees paid to Jeffreys Henry were £nil (2021:£25k) for acting as reporting accountants.

5. EXCEPTIONAL COSTS

	2022	2021
	GBP	GBP
Exceptional costs		
Professional fees relating to id4 merger and SPA	58,166	-
Professional fees relating to Acquisition of id4 AG and Relisting	-	445,796
Total Exceptional costs	58,166	445,796

6. NET FINANCIAL EXPENSE

	2022	2021
	GBP	GBP
Bank interest payable	(3)	16
Loan interest payable	45	14,616
Foreign currency gains/(losses)	462	(19,574)
	504	(4,942)

7. INCOME TAX EXPENSE

	2022	2021
	GBP	GBP
Loss before tax	(823,792)	(603,530)
Tax at applicable rates	(685)	-
Losses carried forward	(823,792)	(603,530)
Total tax	(685)	-

The applicable tax rates in relation to the Group's profits are BVI 0%, Swiss 12.2%, UK 19% (2021: 0%, 12.3% and 19%). Since the year end, tax rates in the UK have increased to 25% with effect from 1 April 2023.

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

for the year ended 31 December 2022

8. EARNINGS PER SHARE

	2022 GBP	2021 GBP
The calculation of earnings per share is based on the following loss attributable to ordinary shareholders and number of shares:		
Profit/(loss) for the period from continuing operations	(824,477)	(603,530)
Profit for the period	(824,477)	(603,530)
Weighted average number of shares of the Company	157,041,665	38,933,104
Earnings per share:		
Basic and Diluted (GBP)	(0.01)	(0.02)
Number of shares outstanding at the period end:	157,041,665	157,041,665
Number of shares in issue		
Opening Balance	157,041,665	30,000,000
Issuance of Share Capital	-	127,041,665
Basic number of shares in issue	157,041,665	157,041,665

9. NON-CURRENT ASSETS

	Total 2022 GBP	Goodwill 2022 GBP	Intangible Assets 2022 GBP	Plant and Equipment 2022 GBP
Cost				
Cost at 1 January 2022	2,791,454	1,462,774	1,316,819	11,861
FX movement	136,520	-	135,302	1,218
	2,927,974	1,462,774	1,452,121	13,079
Additions	149,371	-	149,371	-
Acquisition of subsidiary	-	-	-	-
Cost at 31 December 2022	3,077,346	1,462,774	1,601,492	13,079
Depreciation/Amortisation				
Depreciation/Amortisation at 1 January	19,268	-	17,553	1,715
FX movement	1,980	-	1,804	176
	21,248	-	19,357	1,891
Charge for the year on continuing operations	100,272	-	99,490	783
Acquisition of subsidiary	-	-	-	-
Depreciation/Amortisation at 31 December 2022	121,521	-	118,847	2,674
Closing net book value at 31 December 2022	2,955,825	1,462,774	1,482,645	10,406

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

for the year ended 31 December 2022

9. NON-CURRENT ASSETS CONTINUED

	Total 2021 GBP	Goodwill 2021 GBP	Intangible Assets 2021 GBP	Plant and Equipment 2021 GBP
Cost				
Cost at 1 January 2021	-	-	-	-
FX movement	-	-	-	-
	-	-	-	-
Additions	12,848	-	12,848	-
Acquisition of subsidiary	2,778,606	1,462,774	1,303,971	11,861
Cost at 31 December 2021	2,791,454	1,462,774	1,316,819	11,861
Depreciation/Amortisation				
Depreciation/Amortisation at 1 January	-	-	-	-
FX movement	-	-	-	-
	-	-	-	-
Charge for the year on continuing operations	3,848	-	3,814	34
Acquisition of subsidiary	15,420	-	13,739	1,681
Depreciation/Amortisation at 31 December 2021	19,268	-	17,553	1,715
Closing net book value at 31 December 2021	2,772,186	1,462,774	1,299,266	10,146

*The variance to the income statement is due to the difference in exchange between average and closing rates.

Plant Property and Equipment is depreciated over 4 years.

Intangible Assets are amortised over 5 years.

10. TRADE AND OTHER RECEIVABLES

	2022 GBP	2021 GBP
Receivables	18,032	17,395
Prepayments	73,636	27,154
Other debtors*	294,337	584,087
Total trade and other receivables	386,005	628,636

*Other debtors includes a loan due from Alfalfa AG of CHF 310,000 in relation to an asset purchase from id4 AG prior to the acquisition by the Company.

11. CASH AND CASH EQUIVALENTS

	2022 GBP	2021 GBP
Cash in the Statement of Cash Flows	2,189,610	2,734,633

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

for the year ended 31 December 2022

12. TRADE AND OTHER PAYABLES

	2022	2021
	GBP	GBP
Trade creditors	216,172	243,468
Other creditors*	350,822	322,357
Loans payable**	-	60
Accruals	85,063	163,839
Total trade and other payables	652,057	729,724

*Other creditors includes a balance owed to Thalassa Holdings Ltd from the former Apeiron AG. The balance is non-interest bearing and due to be settled within the following period.

**This is a balance owed to Thalassa Holdings Ltd from the Company and is settled on periodic basis.

13. SHARE BASED PAYMENTS

Warrants Outstanding	2022	2021
Number of Options Granted	29,950,000	29,950,000
Vesting Period	5 Years	5 Years
Option strike price	3.00p	3.00p
Current share price (at granting date)	3.00p	3.00p
Volatility	10.85%	10.85%
Risk-free interest rate	0.04%	0.04%
Life of Option	5 Years	5 Years
Fair Value USD	95,638	95,638
Fair Value GBP	70,070	70,070

In recognition of Thalassa's upfront capital commitment by way of the Thalassa Subscription, the Company has executed a warrant instrument and on Admission issued to Thalassa 29,950,000 warrants. The exercise period for the warrants is 5 years from the date of Admission and the exercise price for the warrants is the Subscription Price.

The warrants have been valued at fair value using the Black-Sholes model.

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

for the year ended 31 December 2022

14. SHARE CAPITAL

	As at 31 Dec 2022 GBP	As at 31 Dec 2021 GBP
Authorised share capital:		
Unlimited ordinary shares of \$0.001 each	-	-
Fully subscribed shares		
29,950,000 ordinary shares of \$0.04 each	1,200,000	1,200,000
Exchange rate adjustment	1.3649	1.3649
29,950,000 ordinary shares in GBP	879,185	879,185
Placing 5,999,999 ordinary shares of £0.04	240,000	240,000
Conversion of shares to par value of \$0.001 at rate of 1.3649 (1,092,810)	(1,092,810)	
Issuance of 66,666,666 shares for acquisition of id4 AG	50,387	50,387
Placing of 54,375,000 shares of \$0.001	40,988	40,988
Less fair value of options and warrants		
Total	117,750	117,750
	Number of shares	Number of shares
Fully subscribed shares	157,041,665	157,041,665
Issued shares of no par value	-	-
Total	157,041,665	157,041,665

Under the Company's articles of association, the Board is authorised to offer, allot, grant options over or otherwise dispose of any unissued shares. Furthermore, the Directors are authorised to purchase, redeem or otherwise acquire any of the Company's own shares for such consideration as they consider fit, and either cancel or hold such shares as treasury shares. The directors may dispose of any shares held as treasury shares on such terms and conditions as they may from time to time determine. Further, the Company may redeem its own shares for such amount, at such times and on such notice as the directors may determine, provided that any such redemption is pro rata to each shareholder's then percentage holding in the Company.

On the 14th of April 2021, a total of 5,999,999 new DIs (the "Placing DIs") were placed by at a price of £0.04 per Placing DIs (the "Placing") with existing and new investors ("Placees") raising gross proceeds of approximately £240,000. The Placing DIs represent Ordinary Shares representing 20 per cent. of the Ordinary Share capital of the Company prior to the Placing.

On the 16th of August 2021 the Board announced that the par value of its issued and outstanding ordinary shares of no par value had changed to US\$0.001 per Ordinary Share. The total number of issued shares with voting rights remained unchanged at 35,999,999 Ordinary Shares. Aside from the change in nominal value, the rights attaching to the Ordinary Shares (including all voting and dividend rights and rights on a return of capital) remained unchanged.

On the 17th of December 2021, following the acquisition of id4 AG, 66,666,666 New Ordinary Shares of \$0.001 were issued to the shareholders of id4 in settlement of consideration for the acquisition and the Company was readmitted to trading on the London Stock Exchange.

On the 17th of December 2021, alongside the acquisition of id4 AG, 54,375,000 New Ordinary Shares of \$0.001 were issued in a further placing with existing and new investors, raising a total of £2,175,000.

The following describes the nature and purpose of each reserve within equity:

Retained Earnings: All other net gains and losses and transactions with owners (e.g. dividends) not recognised elsewhere

FX Reserves: Gains/losses arising on retranslating the net assets of overseas operations into the reporting currency.

Share Premium: Amount subscribed for share capital in excess of nominal value.

Other Reserves: Other reserves include the warrants outstanding, listed in Note 13.

Preference Shares: Shares for which receive preference of dividends over ordinary shareholders.

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

for the year ended 31 December 2022

15. ASSOCIATED ENTITIES

Athenium Consultancy Ltd, in which the Group owns 30% shares, was incorporated on 12 October 2021.

Movement on interests in associates can be summarised as follows:

	2022	2021
	GBP	GBP
Cost as at 1 January	-	-
Additions	4,541	-
	4,541	-

16. RELATED PARTY TRANSACTIONS

Thalassa Holdings Ltd, which holds shares in the Company through its subsidiary Apeiron Holdings BVI is related by common control through the Chairman, Duncan Soukup. Services incurred are recharged from Thalassa Holdings Ltd and its subsidiaries, at the year-end £2,894 (2021: £360,264) was owed to Thalassa.

The company accrued £134,953 for consultancy and administrative services provided to the Group, by Fleur De Lys Ltd, a company owned and controlled by the Chairman Duncan Soukup (£2021: £19,263). Of this, Mr Soukup received £71,000, leaving an outstanding balance of £63,953 for the 2022 period.

Athenium Consultancy Ltd, a company in which the Group owns shares, invoiced the group for financial and corporate administration services totalling £150,000 for the period (2021: nil).

17. CAPITAL MANAGEMENT

The Company's capital comprises ordinary share capital and share premium alongside a reverse takeover reserve, currency adjustment reserve and retained earnings. The Group's objectives when managing capital are to provide an optimum return to shareholders over the short to medium term through capital growth and income whilst ensuring the protection of its assets by minimising risk. The Group seeks to achieve its objectives by having available sufficient cash resources to meet capital expenditure and ongoing commitments.

At 31 December 2022, the Group had capital of £4,883,924 (2021: £5,405,731). The Group does not have any externally imposed capital requirements.

18. FINANCIAL INSTRUMENTS

The Group's financial instruments comprise cash and cash equivalents together with various items such as trade and other receivables and trade payables etc, that arise directly from its operations. The fair value of the financial assets and liabilities approximates the carrying values disclosed in the financial statements.

The main risks arising from the Group's financial instruments are foreign exchange risk, credit risk and liquidity risk.

FOREIGN EXCHANGE RISK

The Group undertakes FOREX and asset risk management activities from time to time to mitigate foreign exchange risk.

An increase in foreign exchange rates of 5% at 31 December 2022 would have decreased the profit and net assets by £115,243 (2021: £130,221). A decrease of 5% would have increased profit and net assets by £115,243 (2021: £143,928).

At 31 December 2022 30% of the Group's balances were held in CHF (2021: 38%), 4% in USD (2021: 32%), 66% in GBP (2021: 31%) with 0% in EUR (2021: 1% a short position).

CREDIT RISK

Group credit risk is limited at this early stage and not felt to be an issue with the absence of receivables of loan provisions. The Group continues to monitor credit risk when assessing opportunities given the potential for exposure to geopolitical risks and the possibility of sanctions which could adversely affect the ability to perform operations.

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

for the year ended 31 December 2022

18. FINANCIAL INSTRUMENTS CONTINUED

LIQUIDITY RISK

The Group's strategy for managing cash is to maximise interest income whilst ensuring its availability to match the profile of the Group's expenditure. All financial liabilities are generally payable within 30 days and do not attract any other contractual cash flows. Based on current forecasts the Group has sufficient cash to meet future obligations. The maturity analysis of the trade and other payables is as follows:

31 December 2022	30 days GBP	30-60 days GBP	60-90 days GBP	90+ days GBP	Total GBP
Finance lease liabilities					-
Trade payables	216,172	-	-	-	216,172
Other payables	7,312	-	-	343,510	350,822
Accruals	42,921	-	-	42,142	85,063
	266,405	-	-	385,652	652,057

19. SUBSEQUENT EVENTS

There were no subsequent events.

20. COPIES OF THE FINANCIAL STATEMENTS

The consolidated financial statements are available on the Group's website: <https://anemoui-international.com/>

21. CONTROLLING PARTIES

There is no one controlling party.

DIRECTORS, SECRETARY AND ADVISERS

Directors	C Duncan Soukup, Chairman Tim Donell, Non-executive Director Luca Tomasi, Independent Non-executive Director Kenneth Morgan, Independent Non-executive Director (appointed 24 May 2022) Remy Schimmel (resigned 15 February 2022) Gareth Edwards (resigned 07 February 2022)
Registered Office	Folio Chambers P.O. Box 800, Road Town, Tortola, British Virgin Islands
Company Secretary	Charles Duncan Soukup
Broker	Peterhouse Capital 3rd Floor 80 Cheapside London EC2V 6EE
Solicitors to the Company (as to English Law)	Locke Lord (UK) LLP 201 Bishopsgate, London, EC2M 3AB
Solicitors to the Company (as to BVI Law)	Conyers Dill & Pearman Romasco Place, Wickhams Cay I PO Box 3140 Road Town, Tortola British Virgin Islands VG1110
Auditors	RPG Crouch Chapman LLP 5th Floor, 14-16 Dowgate Hill London EC4R 2SU
Registrars	Link Market Services (Guernsey Ltd) Mont Crevelt House Bulwer Avenue St Sampson, Guernsey, GY2 4LH
Company websites	www.anemoui-international.com

