



WHITEPEARL
Technology Group AB

H1 – HALF YEAR REPORT

H1 2024

WHERE HUMAN CONNECTION MEETS TECHNOLOGY

Rapid Growth and Profit Momentum Continue for WPTG in 2024

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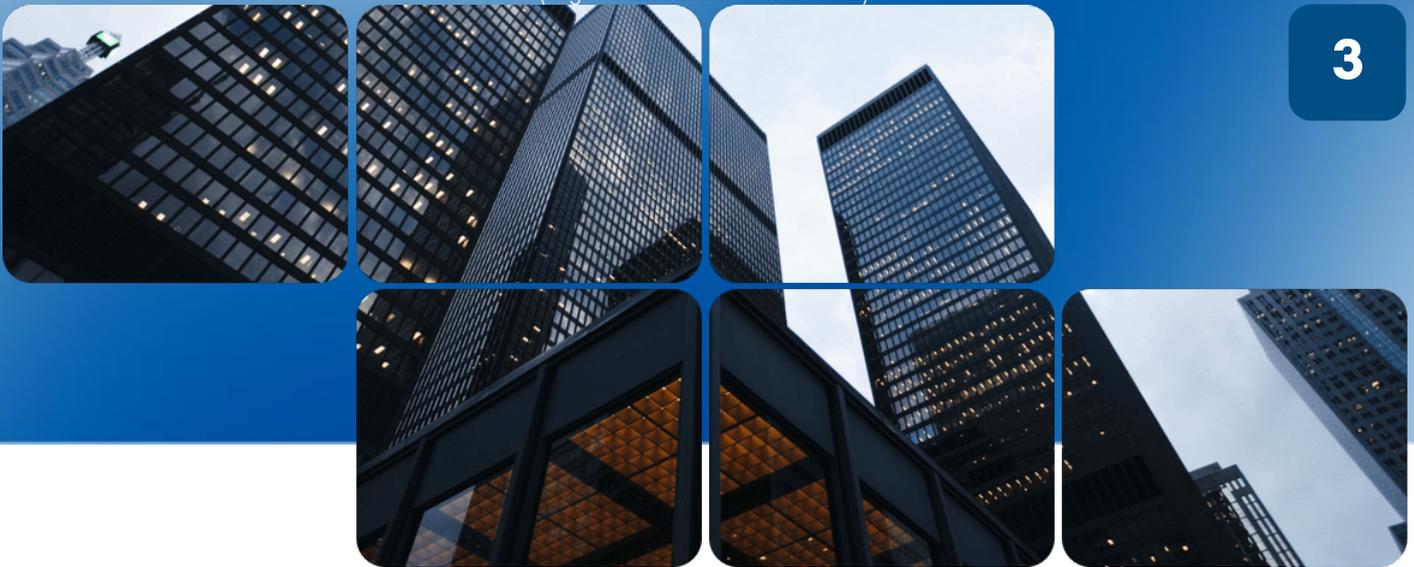
White Pearl Technology Group (WPTG) continues its impressive growth trajectory in the first half of 2024, building on the strong performance of 2023. The company's Net Revenue for H1 2024 reached SEK 139.5M, marking a 19.3% increase compared to the same period last year (SEK 116.8M in H1 2023). This growth demonstrates WPTG's ability to maintain momentum and capitalise on market opportunities. Net Profit after Tax for H1 2024 showed robust improvement, reaching SEK 17.97M, a 18.43% increase from H1 2023 (SEK 15.17M). This performance underscores WPTG's operational efficiency and the strength of its diversified business model in navigating global economic challenges.

Half Year - 1 January to 30 June 2024

- Net revenue amounted to SEK 139.5M (116.8M)
- EBITDA was SEK 20M (17.4M)
- Net Profit after tax for the period was SEK 17.97M (15.17M)
- Earnings per share basic and diluted was SEK 0.72 (0.34)
- At the end of the period the cash at hand amounted to SEK 12.96M (11.2M)
- Net Cash Flow from operating activities was SEK 3.06M (6.27M)

Driven by increasing global demand for digital transformation solutions, WPTG achieved substantial revenue growth across its diverse portfolio of business segments in the first half of 2024, reinforcing its position as a leader in the technology services market





Financial Commentary

- In the first half of 2024, WPTG continued its strong business momentum, achieving a 19.3% revenue increase compared to the same period last year. Revenue reached SEK 139.5M, versus SEK 116.9M in the first half of 2023.
- Cash and cash equivalents amounted to SEK 12.96M (H1 2023: 11.2M), showing a 15.5% improvement.
- Accounts Receivable amounted to SEK 86.9M a marginal increase on H1 2023 (H1 2023: 85.0M). The increase in Accounts Receivables reflects the ongoing growth in milestone-based projects with longer cash conversion cycles. The typical length of this cycle remains between 60-90 days. Days Sales Outstanding (DSO) values have remained stable despite the increase in Revenue and Accounts Receivables.
- EBITDA grew by 15.1% to SEK 20.02M in H1 2024, compared to SEK 17.4M in the same period last year. Continued efficient delivery of services and scalability of operations contributed to increased net margin and earnings expansion.
- Net Cash Flows from operating activities amounted to SEK 3.06M for the half-year. Working Capital continued to increase, primarily due to growing project revenue. Net cash improved to SEK 12.96M for the reporting period.
- Total equity amounted to SEK 106.89M, including issued share capital of SEK 0.5M. The equity ratio improved to 60% (H1 2023: 30%), reflecting the company's strengthening financial position.
- Earnings per Share (EPS) for the half-year ending 30th June 2024 was SEK 0.72, on track to surpass the full-year 2023 EPS of SEK 0.79

Share Data and Earnings Per Share	30-Jun-24	30-Jun-23	31-Dec-23
Outstanding shares	27,004,989	23,124,038	-
Average number of shares (Jan-Jun)	24,851,274	44,849,120	-
Average number of shares (Full year)	-	-	34,232,036
Earnings per share (SEK) (Jan-Jun)	0.72	0.34	-
Earnings per share (SEK) (Full year)	-	-	0.79



CEO Comments

Dear Shareholders,

As we reflect on the first half of 2024, I'm thrilled to share our continued success and growth following our debut year as a public company. Despite ongoing market challenges and global economic uncertainties, WPTG has demonstrated remarkable resilience and achieved outstanding results that underscore the strength of our business model and the trust our clients place in us.

In the first half of 2024, we've maintained our strong momentum, delivering a 19.3% increase in revenue compared to the same period last year. This purely organic growth further validates the high demand for our digital transformation expertise across diverse sectors. Our EBITDA grew by 15.1%, reflecting our commitment to operational excellence and our ability to scale efficiently.

Our focus on margin improvement continues to bear fruit, with our net margin expanding further from the 11.2% we achieved in 2023. This has allowed us to invest more in cutting-edge capabilities such as cloud, AI, and blockchain, positioning us at the forefront of technological innovation.

The strength of our balance sheet is evident, with cash and cash equivalents improving by 15.5% and our equity ratio reaching 60%, up from 46% at the end of 2023. This robust financial position enables us to pursue strategic opportunities and invest in our future growth.

Our strategic focus on expanding our offerings across Europe, North America, and Latin America, while also growing our capabilities in Asia and the Middle East, is progressing well. The integration of Ayima has been put on hold due to unforeseen circumstances, and we are actively protecting our shareholders' interests in this matter. Despite this setback, our core business continues to thrive, demonstrating the resilience of our diversified portfolio.

Looking ahead to the second half of 2024, we see exciting opportunities to further expand our capabilities and market presence. Our strong order book and pipeline give us confidence in our ability to maintain this growth trajectory. We remain committed to our long-term vision of creating shareholder value through innovation, strategic expansion, and operational excellence.

I want to express my gratitude for your continued trust and support. Together, we are building a company that is not just adapting to the digital future, but actively shaping it. I'm confident that you will continue this exciting journey with my team and me as we strive to reach new heights in the world of digital technology.

A handwritten signature in black ink that reads "Marco Marangoni". The signature is written in a cursive, flowing style.

Marco Marangoni
CEO, White Pearl Technology Group AB

Key Events

Key Events During the Reporting Period:

- In Q1 2024, WPTG announced the bid to acquire Ayima, a leading listed global digital marketing solutions provider headquartered in Sweden. The company issued the purchase consideration in WPTG shares amounting to approximately 18MSEK. The deal bolsters WPTG's presence across Europe and North America
- Ayima Group unilaterally declares bankruptcy on 17 June 2024
- Directors at Ayima Group unilaterally apply for delisting of Ayima Group AB from Nasdaq First North Growth Market
- WPTG secures 9.2 MSEK contract through Ayima Group with major San Francisco-based financial firm for digital marketing and tech support.
- WPTG's Digital Innovation Division secures contract through Ayima Group to provide digital marketing services for global eyewear leader Essilor Luxottica, owner of iconic brands like Raybans and Oakley
- WPTG secures two-year IT implementation and support services contract with a major South African local government authority, worth 118 MSEK
- WPTG acquires 50% of Uruguay-based Ataraxy Digital for \$50,000 cash, with founders retaining equal shares and leadership roles; agency projected to turnover SEK 2.7-3 million in FY2024. This expands WPTG's portfolio in fast-growing Latin American markets. It also helps grow hardware manufacturing partnerships in India and China

Key Events After the Reporting Period:

- WPTG abandons Ayima acquisition due to inability to secure full asset control and current board's refusal to resign, prioritising shareholder interests over expansion. With the termination of the investment in Ayima a non-cash charge of 18MSEK will be effected to the profit of WPTG for the full year 2024
- WPTG signs LOI to acquire 51% of Indian AI firm OneBrain for 300k in shares, pending due diligence; OneBrain projected to generate 4M SEK revenue in 2024

Corporate Snapshot

Financial Highlights from 1 January to 30 June 2024:

- Net revenue reached SEK 139.5M, a 19.3% increase from H1 2023
- EBITDA grew to SEK 20.02M, up 15.1% from H1 2023
- Net Profit after tax was SEK 17.97M, a 18.4% increase from H1 2023
- Earnings per share (EPS) for H1 2024 was 0.72
- Cash at hand improved to SEK 12.96M, a almost 15.5 increase from H1 2023
- Net Cash Flow from operating activities was SEK 3.06M

WPTG Share Capital and Ownership:

As at 30 June 2024 WPTG issued share capital stands at SEK 594,109. Number of shares 27004989, with a nominal value of SEK 0.022 per share.

The shareholder mix includes diverse institutional and individual investors contributing expertise to the company's development.

Dividend Policy and Future Outlook:

WPTG continues to prioritise reinvestment in growth opportunities over dividend payments. The board maintains its recommendation to not issue dividends for the current fiscal year and the AGM confirmed not to issue a dividend .

The Largest Shareholders as of 30th June 2024 are as Follows:

SHAREHOLDERS	CLASS A	CLASS B	%
Bendflow Pty Ltd		6,809,489	25.22%
Webbleton Holding Ltd		6,809,489	25.22%
Prosol Project Management Services Co. Llc		1,279,800	4.74%
Fortuner SA Ltd		1,239,720	4.59%
Ibrahim Srour		740,162	2.74%
Osama Elsayed		740,162	2.74%
Michael James Nott		711,199	2.63%
Timothy Webb		562,504	2.08%
Michael Jacobsen		500,000	1.93%
Mark Nycander Ali		444,097	1.64%

Corporate Snapshot

Financial Targets Considerations:

WPTG management maintains a positive outlook for growth in 2024-2025. Our profit margins are trending upward, thanks to enhanced operational efficiencies and the successful launch of new product lines in the first half of 2024. For the fiscal year 2024, the Group anticipates generating revenues of approximately SEK 300 million, with projected profits in the region of SEK 35 million. These projections align with our strategic growth trajectory and reflect our continued expansion in key markets.

Several key factors are shaping our business landscape. We continue to navigate inflationary pressures and foreign exchange fluctuations, particularly in emerging markets. The competition for top tech talent remains fierce, impacting our recruitment and retention strategies. We're also closely monitoring evolving regulatory environments in our primary markets, especially regarding data protection and AI governance. Despite these challenges, our diverse product portfolio and adaptable business model position us well to seize opportunities in the rapidly evolving digital transformation sector.

AGM 2023 and Governance Transition:

The Annual General Meeting held on July 29, 2024, in Stockholm reaffirmed our strategic direction. Shareholders approved all proposed resolutions, including the re-election of the current board members. Mark Nycander was replaced as a director by Arne Nabseth.

PDMR and Ethical Practices:

Upholding our commitment to ethical integrity, no transactions with related parties occurred during H1 2024. This underscores WPTG's ongoing dedication to transparent and responsible business practices.

Financial Calendar:

EVENT	DATE
QUARTERLY FINANCIAL UPDATE (NOT A REPORT)	22 NOVEMBER 2024

The reports can be downloaded from www.whitepearltech.com or requested from ir@whitepearltech.com

Board of Directors & CEO, WPTG

This report has been reviewed but not audited by the company's auditors.

This information is information that WPTG (publ) is obliged to make public under the EU Market Abuse Regulation (MAR).

Outlook for H2 2024:

Building on our strong H1 performance, we anticipate continued growth in the second half of 2024. Our focus remains on expanding our digital transformation offerings, particularly cloud services and AI-driven solutions. We're also exploring strategic partnerships to enhance our capabilities in emerging technologies.

IFRS:

Our interim consolidated financial statements for H1 2024 have been prepared under International Financial Reporting Standards (IFRS) for interim reporting, as endorsed by the EU.

Note : This report is published in English

This is White Pearl Technology Group

Diversified IT Solutions and Services

Headquartered in Stockholm and listed on the Nasdaq North Growth Market since June 2023, White Pearl Technology Group (WPTG) is a diversified ICT (Information and Communication Technology) services and solutions company. With a global focus on Emerging Markets and the Developing World, the WPTG model provides diversification in all relevant spheres of the business model (solutions, geographies, technologies and products), the Group has diversified into selling its own solutions and products as well. The founding idea of WPTG was to position itself as a key enabler of digitally transforming societies and businesses. We provide IT solutions and services that are based on the latest trends in digital technology such as AI, IoT and cloud computing.

Services and Solutions

WPTG provides solutions and services in the following ICT domains.

- **ICT Services:** The general ICT services market ranges from cloud hosting services, security services, and network and desktop support to complex services related to managing IT infrastructure in a customer's business.
- **System Integration Services:** Within the global systems integration market, WPTG provides services in assisting customers to implement ERP solutions to manage and run their business operations ranging from finance, manufacturing, warehouse management, and human capital management to customer relationship management. WPTG integrates third-party vendor solutions from Oracle, Microsoft, NetSuite, SAP, Infor and Unit 4.
- **Hardware:** Within the computer hardware market, WPTG sells hardware infrastructure to customers to enable their ICT technology solutions. Laptop and desktop computers, servers and network infrastructure form the core offering in this space. WPTG resells hardware and solutions from IBM, DELL, Apple, CISCO and HP.
- **Business Software:** The business software and services market is segmented based on end-users and solutions. WPTG companies have reseller rights to many third-party software solutions. WPTG has also developed their own solutions which service significant sectors of the market from SMEs to Large Enterprises.
- **Digital Innovation:** The Group's companies guide major global clients through Digital Transformation, offering services in Digital Marketing, Web Development, Online Business Solutions, Technology Optimisation, and Digital Service Migration for HR, Recruitment, and Finance.

WPTG plans to expand into Business Process Outsourcing (BPO), AI and Technology Software Management in the forthcoming year, which will create new segments of growth and income whilst adding more services to the customer portfolio.

Locations and Subsidiaries

WPTG has a presence in 30 countries across the Globe with a predominant focus on Emerging Markets (Africa, Middle East, Asia and Latin America) as well as a growing presence in the Europe and the USA.

Building on this momentum, WPTG continues its expansion in Latin America and Asia while shifting acquisition focus towards Nordics and USA.

This is White Pearl Technology Group

Geographic Presence

WPTG has offices in 17 countries and a significant satellite presence in the other 13 locations (legal entity, staff, sales structures and/or customer engagements) currently. WPTG expands its physical presence network almost monthly based on customer requirements, acquisitions and identification of specific market opportunities.

The majority of the subsidiaries in the Group are 100% owned. The group has also amassed significant majority stakes in Companies across the world that feed into the Strategy. It is a stated objective of the group to expand through acquisition and WPTG will continue looking at acquiring ownership (50% upwards) in Companies that enhance geographical presence in key targeted markets, solution capability, key customer acquisition and people skill augmentation requirements.

Our three Global Delivery Centres allow WPTG to combine global expertise, best practices and talent at scale while retaining contextualised regional customer assistance – maximising value for clients we partner with.

At its core WPTG is a people-driven organisation with over 650 staff and consultants providing key skills to a global customer base. WPTG delivers customer value by using low-cost high-skill locations such as Egypt, India, and Africa.

Key Brands and Companies

OTT: empowers organizations of all sizes with comprehensive digital transformation solutions, specialising in implementing and managing SAP ERP systems and IT infrastructures. With a strong presence across Africa, the company delivers tailored technology services to drive business efficiency and innovation.

ITNT: Delivers software engineering, cloud services, digital infrastructure build and IT managed services. Operates in Southern Africa.

ECC: Driving operational excellence utilising SAP Enterprise Solutions and Managed Cloud with a core focus on the Aviation and Manufacturing industries. Predominant focus on the Middle East.

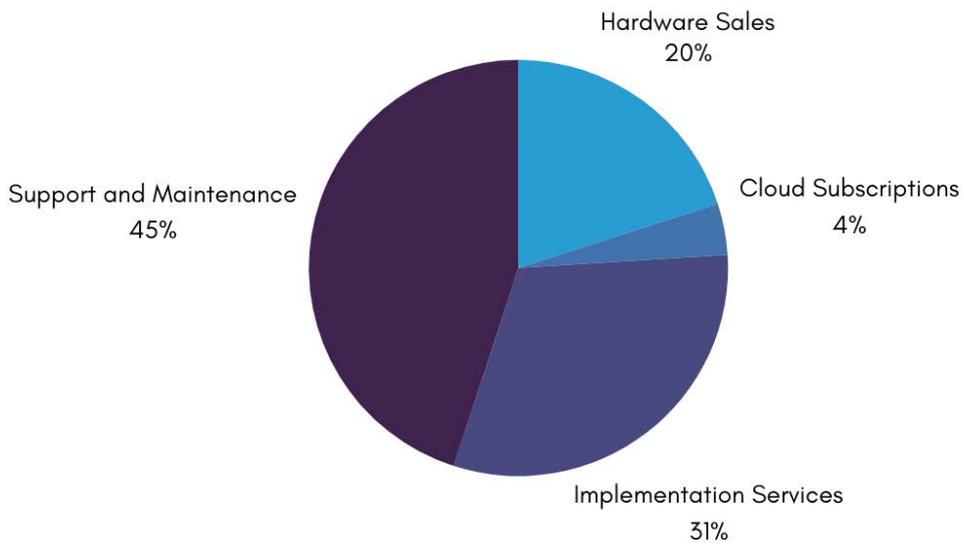
Brontobyte: Has deep industry focus and expertise to deliver solutions for the Utilities, Oil & Gas and Public Sector Industries. Focusing on Africa and the Middle East.

Axsys: Simulation, modelling data science and intelligent construction design. Operates in Southern Africa.

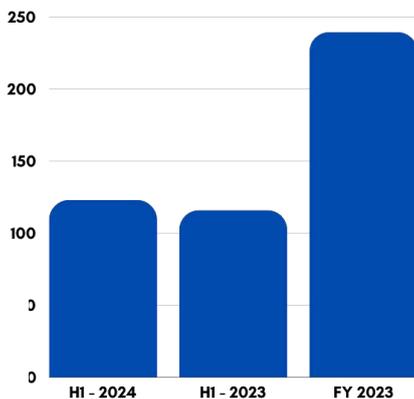
ERPST: Delivers customised enterprise platforms and e-governance solutions for public sector agencies leveraging SAP, Unit4 and emerging technology partnerships. Operates in Ethiopia, Kenya, UAE and Sweden.

Financial Overview – Revenue and EBITDA

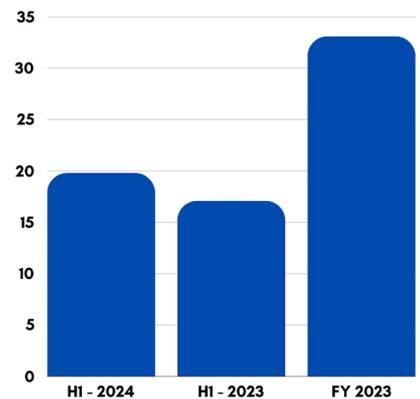
Revenue Breakdown



**REVENUE
(MSEK)**



**EBITDA
(MSEK)**



Our Customers

Key Customers

WPTG's current industry focus and customers are primarily within the Financial Services, Manufacturing, Industrial and Public Sector/Government sectors. We are proud to have built an impressive customer portfolio across industries and geographies.

Financial Statements – Consolidated

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Statements of Financial Position

Figures in SEK	Notes	Group 30 June 2024	Group 31 December 2023
Assets			
Non-current assets			
Property, plant and equipment	5	1,390,815	1,428,487
Intangible assets	6	34,391,581	34,049,374
Investment in associates	7	15,951,587	15,951,587
Deferred tax assets	10	1,576,937	2,571,017
Loans receivable	12	4,180,217	1,133,454
Total non-current assets		57,491,137	55,133,919
Current assets			
Work in progress	8	1,453,504	19,502,021
Trade and other receivables	9	86,939,517	66,930,130
Investments	11	18,783,803	-
Cash and cash equivalents	13	12,962,842	11,223,140
Total current assets		120,139,666	97,655,291
Total assets		177,630,803	152,789,210
Equity and liabilities			
Equity			
Stated share capital	14	594,109	508,728
Share premium	14	18,698,422	-
Retained income		87,075,325	70,460,805
Total equity attributable to owners of the parent		106,367,856	70,969,533
Non-controlling interests	15	2,746,116	1,362,391
Total equity		109,113,972	72,331,924
Liabilities			
Non-current liabilities			
Loans payable	17	44,520,881	40,200,881
Current liabilities			
Trade and other payables	16	20,948,281	36,523,402
Current tax liabilities		3,047,669	3,733,003
Total current liabilities		23,995,950	40,256,405
Total liabilities		68,516,831	80,457,286
Total equity and liabilities		177,630,803	152,789,210

Financial Statements – Consolidated

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Statements of Financial Position

Figures in SEK

	Notes	H1 2024	H1 2023	H2 2023	FY 2023
Revenue	17	139 471 169	116 875 838	122 706 237	239 582 075
Direct Expenses		-87 100 156	-79 266 396	-72 209 123	-151 475 519
Gross Profit		52 371 013	37 609 442	50 497 114	88 106 556
Other Income		223 075	624 114	-189 778	434 336
Operating Expenses		-16 787 270	-8 283 140	-8 661 487	-16 944 627
Personnel Cost		-14 879 108	-12 177 919	-24 787 760	-36 965 679
Other Administrative Expenses	19	-905 028	-379 207	-497 342	-876 549
EBITDA		20 022 682	17 393 290	16 360 747	33 754 037
Depreciation & Amortization		-243 109	-292 472	-306 004	-598 476
EBIT		19 779 573	17 100 818	16 054 743	33 155 561
Net Interest Expense	20/21	-466 462	-368 757	-66 316	-435 073
Other comprehensive Income					
Translation Gain/Loss		571 353	-368 061	-562 482	-930 543
Impairments & Reversals		0	0	198 245	198 245
Profit Before Tax		19 884 464	16 364 000	15 624 190	31 988 190
Current Tax		-523 828	-152 476	-3 500 482	-3 652 958
Net Profit After Tax		19 360 636	16 211 524	12 123 708	28 335 232
Non Controlling Interest		1 383 725	1 032 842	329 549	1 362 391
Result for the period attributable to the parent company's shareholders		17 976 911	15 178 682	11 794 159	26 972 841

Financial Statements – Consolidated

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Statements of Changes in Equity - Group

Figures in SEK	Issued capital	Share premium	Retained income	Attributable to owners of the parent	Non-controlling interests	Total
Balance at 1 January 2022	283,930	-	43,487,964	43,771,894	86,329	43,858,223
Changes in equity						
Profit for the year	-	-	26,972,841	26,972,841	1,362,391	28,335,232
Total comprehensive income for the period	-	-	26,972,841	26,972,841	1,362,391	28,335,232
Increase through other contributions by shareholder	224,798	-	-	224,798	-	224,798
Other	-	-	-	-	(86,329)	(86,329)
Balance at 31 December 2023	508,728	-	70,460,805	70,969,533	1,362,391	72,331,924
Balance at 1 January 2024	508,728	-	70,460,805	70,969,533	1,362,391	72,331,924
Changes in equity						
Profit for the period	-	-	16,614,520	16,614,520	2,746,116	19,360,636
Total comprehensive income for the period	-	-	16,614,520	16,614,520	2,746,116	19,360,636
Issue of equity	85,381	18,698,422	-	18,783,803	-	18,783,803
Other	-	-	-	-	(1,362,391)	(1,362,391)
Balance at 30 June 2024	594,109	18,698,422	87,075,325	106,367,856	2,746,116	109,113,972
Notes	14	14				

Financial Statements – Consolidated

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Statements of Cash Flows

Figures in SEK

	Note	Group 6 month period ended 30 June 2024	Group 12 month period ended 31 December 2023
Cash flows from operations			
Profit for the period		19,360,636	28,335,232
Adjustments to reconcile profit			
Adjustments for income tax expense		523,828	3,652,958
Adjustments for finance income		(58,382)	(86,831)
Adjustments for finance costs		524,844	521,904
Adjustments for decrease / (increase) in inventories		18,048,517	(1,101,419)
Adjustments for increase in trade accounts receivable		(19,075,466)	(26,277,951)
Adjustments for (increase) / decrease in other operating receivables		(948,637)	279,721
Adjustments for (decrease) / increase in trade accounts payable		(17,827,420)	5,895,489
Adjustments for increase in other operating payables		2,252,299	1,104,438
Adjustments for depreciation and amortisation expense		243,109	598,476
Adjustments for impairment losses and reversal of impairment losses recognised in profit or loss		14,716	(198,245)
Total adjustments to reconcile profit		(16,302,592)	(15,611,460)
Net cash flows from operations		3,058,044	12,723,772
Interest received		58,382	86,831
Income taxes paid		(1,209,162)	(3,457,371)
Deferred tax impact of other comprehensive income		994,080	(2,151,369)
Net cash flows from operating activities		2,901,344	7,201,863
Cash flows (used in) / from investing activities			
Proceeds from sales of property, plant and equipment		-	861,072
Purchase of property, plant and equipment		(205,437)	-
Purchase of intangible assets		(342,207)	-
Purchase of other financial assets		(21,830,566)	18,812
Other inflows (outflows) of cash		2,957,609	(2,652,568)
Impairments of intangible assets/goodwil			14,676,977
Cash flows (used in) / from investing activities		(19,420,601)	12,904,293
Cash flows from / (used in) financing activities			
Proceeds from issuing shares		18,783,803	224,798
Proceeds from other financial liabilities		-	(1,393,692)
Interest paid		(524,844)	(521,904)
Other inflows (outflows) of cash		-	(14,875,222)
Cash flows from / (used in) financing activities		18,258,959	(16,566,020)
Net increase in cash and cash equivalents		1,739,702	3,540,136
Cash and cash equivalents at beginning of the period		11,223,140	7,683,004
Cash and cash equivalents at end of the period	13	12,962,842	11,223,140

Financial Statements – Consolidated

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Accounting Policies

1. General information

White Pearl Technology Group AB ('the company') and its subsidiaries (together, 'the group') invests in companies operating in the information technology sector.

2. Basis of preparation and summary of significant accounting policies

The consolidated financial statements of White Pearl Technology Group AB have been prepared in accordance with the International Financial Reporting Standard. The consolidated financial statements have been prepared under the historical cost convention, as modified by the revaluation of investment property, certain property, plant and equipment, biological assets and derivative financial instruments at fair value. They are presented in Swedish Krona.

The preparation of financial statements in conformity with the International Financial Reporting Standard requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in note 3.

The principal accounting policies applied in the preparation of these consolidated financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Consolidation

Subsidiaries

Subsidiaries are all entities (including structured entities) over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated. When necessary, amounts reported by subsidiaries have been adjusted to conform with the group's accounting policies.

Associates

Associates are all entities over which the group has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting. Under the equity method, the investment is initially recognised at cost, and the carrying amount is increased or decreased to recognise the investor's share of the profit or loss of the investee after the date of acquisition. The group's investment in associates includes goodwill identified on acquisition.

Investments in group companies

Investments in group companies are recognised initially at the transaction price, including transaction costs except where the asset will subsequently be measured at fair value.

Financial Statements – Consolidated

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Accounting Policies

Basis of preparation and summary of significant accounting policies continued...

Where investments in group companies relate to shares that are publicly traded, or where fair values can be measured reliably without undue cost or effort, these assets are subsequently measured at fair value with the changes in fair value being recognised in profit or loss. Other investments are subsequently measured at cost less impairment.

2.2 Foreign currency translation Functional

and presentation currencies

The various units of the Group use the local currency as their functional currency, as the local currency has been defined as the currency used in the primary economic environment in which the unit mainly operates. The Swedish krona (SEK), which is the parent company's functional currency and the presentation currency for the Group, is used in the consolidated financial statements. Unless otherwise indicated, all amounts are rounded to the nearest thousand.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in profit or loss within 'finance income or costs'. All other foreign exchange gains and losses are presented in profit or loss within 'other (losses)/gains - net'.

Group companies

The results and financial position of all the group's entities that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- Assets and liabilities for each statement of financial position presented are translated at the closing rate at the reporting date;
- Income and expenses for each statements of comprehensive income are translated at average exchange rates (unless this average is not a reasonable approximation of the exchange rates at the dates of the transactions, in which case income and expense items are translated at the exchange rates at the dates of the transactions); and
- All resulting exchange differences are recognised in other comprehensive income.

Goodwill and fair value adjustments arising on the acquisition of a foreign operation are treated as assets and liabilities of the foreign operation and translated at the closing rate at each reporting date.

2.3 Property, plant and equipment

Property, plant and equipment is stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the directors.

The group adds to the carrying amount of an item of property, plant and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits to the group. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to profit or loss during the period in which they are incurred.

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Financial Statements – Consolidated

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Accounting Policies

Basis of preparation and summary of significant accounting policies continued...

Tangible assets
Tangible assets consist of various assets for example office equipment are depreciated at variable rates determined by the region.

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, if there is an indication of a significant change since the last reporting date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within 'other gains / (losses)' in the statement of comprehensive income.

2.4 Intangible assets

Goodwill

Goodwill represents the excess of the cost of a business combination over the fair value of the group's share of the net identifiable assets of the acquired subsidiary at the date of acquisition. Goodwill on acquisitions of subsidiaries is included in 'intangible assets'. Goodwill is carried at cost less accumulated amortisation and accumulated impairment losses. Goodwill amortisation is calculated by applying the straight-line method to its estimated useful life. If a reliable estimate cannot be made, the useful life of goodwill is presumed to be 10 years. At each reporting date, the group assesses whether there is any indication that goodwill may be impaired. If any such indication exists, the entity estimates the recoverable amount of the asset. Impairment losses on goodwill are not reversed. Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

Goodwill is allocated to cash-generating units (CGUs) (or groups of CGUs) for the purpose of impairment testing. The allocation is made to those CGUs units or groups of CGUs that are expected to benefit from the synergies of the business combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units.

Trademarks, licences and customer related intangible assets

Separately acquired trademarks and licences are shown at historical cost. Trademarks, licences (including software) and customer-related intangible assets acquired in a business combination are recognised at fair value at the acquisition date. Trademarks, licences and customer-related intangible assets have a finite useful life and are carried at cost less accumulated amortisation and any accumulated impairment losses. Amortisation is calculated using the straight-line method to allocate the cost of trademarks, licences and customer related intangible assets over their estimated useful lives, as follows:

Asset class	Useful life / amortisation rate
Neuro Funnels	Indefinite useful life as the solution continues to be enhanced. Test for impairment annually
OTT Field Origin	Indefinite useful life as the solution continues to be enhanced. Test for impairment annually
OTT Smartfarmer	Indefinite useful life as the solution continues to be enhanced. Test for impairment annually
Office Tech Tools Global	Indefinite useful life as the solution continues to be enhanced. Test for impairment annually
Sales Pipe	Indefinite useful life as the solution continues to be enhanced. Test for impairment annually

Acquired computer software licences are capitalised on the basis of the costs incurred to acquire and bring to use the specific software. These costs are amortised over their estimated useful lives of three to five years.

Financial Statements – Consolidated

White Pearl Technology Group AB

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Consolidated Financial Statements for the 6 month period ended 30 June 2024

Accounting Policies

Basis of preparation and summary of significant accounting policies continued...

2.5 Financial instruments

Loan to (from) group company

This can include loans between holding companies, fellow subsidiaries, subsidiaries, joint ventures and associates and are recognised initially at fair value plus direct transaction costs.

The loan to group company is classified as a debt instrument, and is initially measured at transaction price including transaction costs and subsequently measured at amortised cost using the effective interest method.

The loan from group company is classified as a debt instrument, and is initially measured at transaction price including transaction costs and subsequently measured at amortised cost using the effective interest method.

Trade and other receivables

Most sales are made on the basis of normal credit terms and the receivables do not bear interest. Where credit is extended beyond normal credit terms, receivables are measured at amortised cost using the effective interest method. At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in profit or loss.

Trade and other receivables are classified as debt instruments and loan commitments at amortised cost.

Loans receivable

Other financial assets are recognised initially at the transaction price, including transaction costs except where the asset will subsequently be measured at fair value.

Where other financial assets relate to shares that are publicly traded, or where fair values can be measured reliably without undue cost or effort, these assets are subsequently measured at fair value with the changes in fair value being recognised in profit or loss. Other investments are subsequently measured at cost less impairment.

Debt instruments are subsequently stated at amortised cost. Interest income is recognised on the basis of the effective interest method and is included in finance income.

Commitments to receive a loan that meet the conditions in paragraph 11.8(c) are measured at cost less impairment.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown in current liabilities on the statement of financial position.

Trade and other payables

Trade payables are obligations on the basis of normal credit terms and do not bear interest.

Loans payable

Other financial liabilities are recognised initially at the transaction price, including transaction costs except where the liability will subsequently be measured at fair value.

Where the fair value of other financial liabilities can be measured reliably without undue cost or effort, these liabilities are subsequently measured at fair value with the changes in fair value being recognised in profit or loss.

Financial Statements – Consolidated

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Accounting Policies

Basis of preparation and summary of significant accounting policies continued...

Debt instruments are subsequently stated at amortised cost. Interest expense is recognised on the basis of the effective interest method and is included in finance costs.

Other financial liabilities are classified as current liabilities unless the group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Issued capital

Ordinary shares are classified as equity.

Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

2.6 Work in progress

WIP represents the costs incurred in relation to unfinished goods or services at the reporting date Recognition: WIP is recognized when the following conditions are met:

- The costs are directly attributable to the specific project or contract
- The costs are recoverable
- The stage of completion can be reliably measured

Measurement:

- WIP is measured at the total cost incurred to date, including:

- Direct materials and labor
- Overhead costs (applied using a systematic allocation basis)
- Direct expenses

Valuation:

WIP is valued at the lower of cost and net realizable value.

Net realizable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Stage of Completion:

The stage of completion is determined using the percentage of completion method, which is based on the proportion of costs incurred to date compared to the total estimated costs.

Write-off:

WIP is written off when it is no longer recoverable or when the project or contract is completed or cancelled.

Disclosure:

The following information is disclosed in the financial statements:

- The amount of WIP recognized in the statement of financial position
- The amount of WIP written off during the period
- The stage of completion of significant projects or contracts

Financial Statements – Consolidated

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Accounting Policies

Basis of preparation and summary of significant accounting policies continued...

2.7 Tax

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the entity operates and generates taxable income.

Deferred income tax is recognised on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements and on unused tax losses or tax credits in the entity. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

Deferred income tax is recognised on temporary differences (other than temporary differences associated with unremitted earnings from foreign subsidiaries and associates to the extent that the investment is essentially permanent in duration, or temporary differences associated with the initial recognition of goodwill) arising between the tax bases of assets and liabilities and their carrying amounts in the consolidated financial statements and on unused tax losses or tax credits in the group. Deferred income tax is determined using tax rates and laws that have been enacted or substantively enacted by the reporting date.

The carrying amount of deferred tax assets are reviewed at each reporting date and a valuation allowance is set up against deferred tax assets so that the net carrying amount equals the highest amount that is more likely than not to be recovered based on current or future taxable profit.

2.8 Provisions

Provisions for restructuring costs and legal claims are recognised when: the group has a present legal or constructive obligation as a result of past events; it is probable that a transfer of economic benefits will be required to settle the obligation; and the amount can be reliably estimated. Restructuring provisions comprise lease termination penalties and employee termination payments. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to passage of time is recognised as interest expense.

2.9 Revenue

Revenue is measured at the fair value of the consideration received or receivable. Revenue is shown net of value-added tax, returns, rebates and discounts.

Revenue from the sale of goods is recognised when:

- significant risks and rewards of ownership of the goods have been transferred to the buyer;
- the entity retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the entity; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Financial Statements – Consolidated

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Accounting Policies

Basis of preparation and summary of significant accounting policies continued...

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue associated with the transaction is recognised by reference to the stage of completion of the transaction at the end of the reporting period. The outcome of a transaction can be estimated reliably when all the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the entity;
- the stage of completion of the transaction at the end of the reporting period can be measured reliably; and
- the costs incurred for the transaction and the costs to complete the transaction can be measured reliably.

When the outcome of transactions involving the rendering of services cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that are recoverable.

The stage of completion of a transaction may be determined by a variety of methods, depending on the nature of the transaction:

- surveys of work performed;
- services performed to date as a percentage of total services to be performed;
- the proportion that costs incurred to date bear to the estimated total costs of the transaction. Only costs that reflect services performed to date are included in costs incurred to date. Only costs that reflect services performed or to be performed are included in the estimated total costs of the transaction.

Interest income is recognised using the effective interest method.

Rental income from investment property that is leased to a third party under an operating lease is recognised in the statement of comprehensive income on a straight-line basis over the lease term and is included in 'other income'.

Dividend income is recognised when the group's right to receive payment has been established and is shown as 'finance income'.

Royalties are recognised on an accrual basis in accordance with the substance of the relevant agreement.

The Group recognises revenue when the Group fulfils a performance obligation by transferring a promised service to a customer. The service is transferred when the customer gains control over the service, which can be at one point in time or over time. The transaction price is the compensation that the Group expects to receive in exchange for transferring the service to the customer, less discounts and value added tax.

The Group's contracts with customers vary in period. Consequently, in accordance with the exemption rules in IFRS 15, some disclosures are not made of the transaction price allocated to the performance obligations that have not been met at the end of the reporting period. Normally the customer is invoiced for the entire contract amount before the contract period begins. Advance payments if any are recognised as a contract liability, and the revenue is recognised on a linear basis over the subscription period.

Financial Statements – Consolidated

White Pearl Technology Group AB

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Consolidated Financial Statements for the 6 month period ended 30 June 2024

Accounting Policies

Basis of preparation and summary of significant accounting policies continued...

Operating segments are reported in a manner consistent with the internal reporting provided to the chief executive decision-maker. In the White Pearl Technology Group, the executive team has been identified as the decision-makers who evaluate the Group's financial position and performance and makes decisions regarding resource allocation. The team analyses and follows up on the business's operating profit/loss based on the overall operations. The financial information is thus analysed at a consolidated level. The majority of external revenue is generated from sales of solutions and services. There are country managers per service area, geographic area or other segment breakdown, and allocation of cost are made. The assessment is therefore that the Group's operations consist of a multiple operating segments, which is why the group does not present separate segment information. In accordance with IFRS 8 Operating Segments, the Group's revenue by geographic area is considered for consolidation.

All borrowing costs are recognised in profit or loss in the period in which they are incurred.

3. Critical accounting estimates and judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

4. Non current asset held for sale

- The asset is available for immediate sale in its present condition
- The sale is highly probable and expected to be completed within 12 months from the date of classification
- The asset is being actively marketed for sale at a price reasonable in relation to its current fair value
- Actions required to complete the sale have been taken, and it is unlikely that the plan will be significantly changed or withdrawn

Such assets are measured at the lower of their carrying amount and fair value less costs to sell, and are presented separately on the balance sheet as a current asset. Any impairment losses or gains on disposal are recognized in the income statement.

The Group determines the fair value of assets held for sale based on market prices, appraisals, or estimated sale proceeds, less costs to sell.

Assets are removed from the held-for-sale category if the sale is no longer highly probable or if the asset is no longer available for immediate sale.

Notes to Consolidated Financial Statements

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Notes to the Consolidated Financial Statements

Figures in SEK

Group
30 June 2024 Group
31 December
2023

5. Property, plant and equipment

Balances at year end and movements for the year

	<u>Tangible assets</u>	<u>Total</u>
Reconciliation for the period ended 30 June 2024 - Group		
Balance at 1 January 2024		
At cost	4,266,106	4,266,106
Accumulated depreciation	(2,837,619)	(2,837,619)
Carrying amount	1,428,487	1,428,487
Movements for the period ended 30 June 2024		
Additions from acquisitions	205,437	205,437
Depreciation	(243,109)	(243,109)
Property, plant and equipment at the end of the period	1,390,815	1,390,815
Closing balance at 30 June 2024		
At cost	4,471,542	4,471,542
Accumulated depreciation	(3,080,727)	(3,080,727)
Carrying amount	1,390,815	1,390,815
Reconciliation for the period ended 31 December 2023 - Group		
Balance at 1 January 2022		
At cost	5,423,813	5,423,813
Accumulated depreciation	(2,535,778)	(2,535,778)
Carrying amount	2,888,035	2,888,035
Movements for the period ended 31 December 2023		
Depreciation	(598,476)	(598,476)
Disposals	(861,072)	(861,072)
Property, plant and equipment at the end of the period	1,428,487	1,428,487
Closing balance at 31 December 2023		
At cost	4,266,106	4,266,106
Accumulated depreciation	(2,837,619)	(2,837,619)
Carrying amount	1,428,487	1,428,487

Notes to Consolidated Financial Statements

White Pearl Technology Group AB

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Consolidated Financial Statements for the 6 month period ended 30 June 2024

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Figures in SEK

6. Intangible assets

Reconciliation of changes in intangible assets

	Goodwill	ATOM	Moshtariat	Neuro Funnels	OTT Field Origin	OTT Smartfarmer	Office Tech Tools Global	OpenEmr	PLEDGE	Sales Pipe	Total
Reconciliation for the period ended 30 June 2024 - Group											
Balance at 1 January 2024											
At cost	2,691,195	-	-	7,651,997	3,015,712	645,280	18,032,322	-	-	2,012,868	34,049,374
Accumulated amortisation	-	-	-	-	-	-	-	-	-	-	-
Carrying amount	2,691,195	-	-	7,651,997	3,015,712	645,280	18,032,322	-	-	2,012,868	34,049,374
Movements for the period ended 30 June 2024											
Acquisitions through internal development	-	-	-	61,457	22,542	50,187	74,915	-	-	133,106	342,207
Intangible assets at the end of the period	2,691,195	-	-	7,713,454	3,038,254	695,467	18,107,237	-	-	2,145,974	34,391,581
Closing balance at 30 June 2024											
At cost	2,691,195	-	-	7,713,454	3,038,254	695,467	18,107,237	-	-	2,145,974	34,391,581
Accumulated amortisation	-	-	-	-	-	-	-	-	-	-	-
Carrying amount	2,691,195	-	-	7,713,454	3,038,254	695,467	18,107,237	-	-	2,145,974	34,391,581
Reconciliation for the period ended 31 December 2023 - Group											
Balance at 1 January 2021											
At cost	2,601,794	4,539,691	4,759,935	7,324,886	2,718,552	591,931	17,202,609	962,198	4,415,153	1,843,921	46,960,670
Accumulated amortisation	-	-	-	-	-	-	-	-	-	-	-
Carrying amount	2,601,794	4,539,691	4,759,935	7,324,886	2,718,552	591,931	17,202,609	962,198	4,415,153	1,843,921	46,960,670
Movements for the period ended 31 December 2023											
Acquisitions through business combinations	89,401	-	-	327,111	297,160	53,349	829,713	-	-	168,947	1,765,681
Impairment loss recognised in profit or loss	-	(4,539,691)	(4,759,935)	-	-	-	-	(962,198)	(4,415,153)	-	(14,676,977)
Intangible assets at the end of the period	2,691,195	-	-	7,651,997	3,015,712	645,280	18,032,322	-	-	2,012,868	34,049,374

Notes to Consolidated Financial Statements

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

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Figures in SEK

Intangible assets continued...

Closing balance at 31 December 2023

At cost	2,691,195	-	-	7,651,997	3,015,712	645,280	18,032,322	-	-	2,012,868	34,049,374
Accumulated amortisation	-	-	-	-	-	-	-	-	-	-	-
Carrying amount	2,691,195	-	-	7,651,997	3,015,712	645,280	18,032,322	-	-	2,012,868	34,049,374

Reconciliation for the period ended 30 June 2024 - Company

Notes to Consolidated Financial Statements

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Notes to the Consolidated Financial Statements

Figures in SEK

	Group 30 June 2024	Group 31 December 2023
7. Investment in associate		
7.1 The amounts included on the statements of financial position comprise the following:		
Investments in associates	15,951,587	15,951,587
7.2 Investment in associate		
7.2.1 Carrying amount of investments in associates		
Jazenet	15,951,587	15,951,587
8. Work in progress:		
Work in progress	1,453,504	19,502,021
9. Trade and other receivables		
Trade and other receivables comprise:		
Trade debtors	84,208,261	65,147,511
Prepaid expenses	475,122	753,277
Deposits	473,617	221,710
Other receivables	1,782,517	807,632
	<u>86,939,517</u>	<u>66,930,130</u>
10. Deferred tax		
10.1 Details of set-off of deferred tax assets and liabilities		
Net deferred tax asset from all items being set off	1,576,937	2,571,017
Total deferred tax asset per the statements of financial position	<u>1,576,937</u>	<u>2,571,017</u>
10.2 Reconciliation of deferred tax movements		
Group	Deferred tax	Total
Opening balance at 1 January 2024	2,571,017	<u>2,571,017</u>
Closing balance at 30 June 2024	<u>2,571,017</u>	<u>2,571,017</u>
Opening balance at 1 January 2022	419,648	<u>419,648</u>
(Charged) / credited to profit or loss	2,151,369	<u>2,151,369</u>
Closing balance at 31 December 2023	<u>2,571,017</u>	<u>2,571,017</u>

Notes to Consolidated Financial Statements

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Notes to the Consolidated Financial Statements

Figures in SEK

	Group 30 June 2024	Group 31 December 2023
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11. Investments

Investments comprise the following balances

Ayima Group AB Acquired 87.48% of shares	18,783,803	-
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12. Loans Receivable

Loans Receivable The loans are interest free and have no fixed terms of repayment.	4,180,217	1,133,454
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13. Cash and cash equivalents

13.1 Cash and cash equivalents included in current assets:

Cash

Cash on hand	85,198	33,934
Balances with banks	12,877,644	11,189,206
	12,962,842	11,223,140

13.2 Net cash and cash equivalents

Current assets	12,962,842	11,223,140
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14. Issued capital

Authorised and issued share capital

Issued

Stated share capital	594,109	508,728
	594,109	508,728
Share premium	18,698,422	-
	19,292,531	508,728

15. Non-controlling interest

Modem Computer Services (PTY) LTD	681,219	732,903
Finstar Private Wealth (PTY) LTD	-50,116	-8,516
ERP Software Technologies PLC	279,974	276,608
ERP Technology FZE	1,845,484	365,469
Bronto Tech Integra Private Limited	-10,445	-4,073
	2,746,116	1,362,391

Notes to Consolidated Financial Statements

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Notes to the Consolidated Financial Statements

Figures in SEK

	Group 30 June 2024	Group 31 December 2023
16. Trade and other payables		
Trade and other payables comprise:		
Trade payables	17,591,544	35,418,964
Other payables	1,904,721	112,714
Value added tax	1,452,016	991,724
Total trade and other payables	20,948,281	36,523,402
17. Loans payable		
Loans payable	44,520,881	40,200,881
1. Interest bearing loan of 5,000,000 is payable in 2028. The applicable interest rate is 11% per annum.		
2. Non-Interest bearing founders loan of 33,000,000 is payable in 2027.		
3. Other loans of 6,520,881 from various financial institutions located in different regions bearing interest at variable rates.		
	44,520,881	40,200,881
18. Revenue		
Revenue comprises:		
Rendering of services	139,471,169	239,582,075
19. Depreciation and amortisation		
Depreciation and amortisation comprises:		
Depreciation	243,109	598,476
Property, plant and equipment	243,109	598,476
20. Administrative expenses		
Administrative expenses comprise:		
Accounting fees	271,947	156,548
Bank charges	98,876	198,195
Computer expenses	467,361	311,660
Telecommunication	66,844	210,146
Total administrative expenses	905,028	876,549

Notes to Consolidated Financial Statements

White Pearl Technology Group AB

(Registration Number 556939-8752)

Consolidated Financial Statements for the 6 month period ended 30 June 2024

Notes to the Consolidated Financial Statements

Figures in SEK	Group 30 June 2024	Group 31 December 2023
21. Finance income		
Finance income comprises:		
Interest received	58,382	86,831
22. Finance costs		
Finance costs included in profit or loss:		
Interest Paid	524,844	521,904
23. Income tax expense		
Income tax recognised in profit or loss:		
Current tax		
Current year	523,828	5,804,327
Deferred tax	-	(2,151,369)
Total income tax expense	523,828	3,652,958

Financial Statements – Parent

White Pearl Technology Group AB Corporate
ID No. 556939-8752

The Board of Directors for White Pearl Technology Group AB hereby submit the annual financial statement for the financial year 2024-01-01 - 2024-06-30.

All amounts in the annual report are presented in Swedish kronor, SEK. Unless otherwise stated, all amounts are posted in Swedish kronor (SEK). Data in parentheses refer to the previous year.

Directors' Report

Operations

White Pearl Technology Group AB is the parent company in a group consisting of 30 companies, operating in the information technology sector. The group is a diversified IT group that sells its own solutions and products, as well as services and products from third-party suppliers. The group has a presence in thirty countries worldwide. The current focus for the group's activities is emerging markets, specifically in Africa, Asia, the Middle East, and to a lesser extent Latin America, the USA, and Europe. The company is headquartered in Stockholm.

Important Occurrences during the Fiscal Year

In April 2023, the previously announced reverse acquisition (offset) was carried out, where DS Plattform AB acquired all shares in Whitepearl Holdings Limited through newly issued shares in DS Plattform AB. The company then changed its name to Whitepearl Technology Group AB and subsequently changed its listing from NGM Nordic SME to Nasdaq First North Growth Market. The operations of the group are carried out in the company's subsidiaries, and no operations are yet conducted in Sweden.

Information about shareholders who own more than ten per cent of the shares or votes in the company

Bendflow Pty, 6 809 489 shares (B), equivalent 29,45%
Webbleton Holding Ltd, 6 809 489 shares (B), equivalent 29,45%

Significant events after the end of the financial year

On February 20, 2024, the company announced a public takeover bid to the shareholders of Ayima Group AB (publ) to acquire all shares in Ayima Group for consideration of 0.6 B shares in Whitepearl Technology Group per share in Ayima Group, regardless of the share class. On April 11, 2024, the company announced that the public offer was closed as shareholders representing 87.48 per cent of the shares in Ayima had accepted the bid. Ayima's results will be consolidated into Whitepearl Technology Group's consolidated accounts from February 26, 2024

Financial Statements – Parent

White Pearl Technology Group AB
Corporate ID No. 556939-8752

Multi-year overview (Tkr)	2024	2023	2022	2021	2020
Net turnover	0	0	25 387 866	134 953 211	108 696 581
Profit/loss after financial items	0	-1 065 874	-6 649 257	54 390 076	10 626 768
	0	-100	-26	40	10
Equity/assets ratio (%)	0,0	99,6	15,6	86,5	87,1

The operations of the group are carried out in the company's subsidiaries, and no operations take place in Sweden.

Changes in Equity

	Share Capital	Non-restr share prem. reserve	Retained profit/loss	Profit/loss. this year	Total
Amount at the opening of the year	508 729	354 373 831	-92 945 670	-1 065 874	260 871 016
Appropriation of earnings as per decision of the Annual General Meeting:					
Balanced on a new account			-1 065 874	1 065 874	0
New issue	85 381	18 618 172			18 703 553
Profit/loss for the year				-2 429 571	-2 429 571
Amount at the closing of the year	594 110	372 992 003	-94 011 544	-2 429 571	277 144 998

Allocation of profits

The Board of Directors recommends that the profit/loss and brought forward profits available for disposition (SEK):

non-restricted share premium reserve	372 992 003
accumulated loss	-92 945 670
year's loss	-1 065 874
	278 980 459
be distributed so that they are carried over	278 980 459
	278 980 459

The company's earnings and financial position in general are indicated in the following income statement and balance sheet as well as the cash flow analysis with notes.

Financial Statements – Parent

White Pearl Technology Group AB Corporate
ID No. 556939-8752

Income Statement	Note	2024-01-01 -2024-06-30 (6 months)	2023-01-01 -2023-12-31
Revenue, changes in stock etc			
Net turnover	3	-1	-2
Total operating income, change of stock goods etc.		-1	-2
Operating expenses			
Other external costs		-2 429 585	-903 185
Personnel costs	5	0	0
Total operating expenses		-2 429 585	-903 185
Operating profit/loss		-2 429 586	-903 187
Financial items			
Other interest income and similar profit/loss items		15	427
Interest expense and similar profit/loss items		0	-163 114
Total profit/loss from financial items		15	-162 687
Profit/loss after financial items		-2 429 571	-1 065 874
Pre-tax profit/loss		-2 429 571	-1 065 874
Net profit/loss for the year		0	-1 065 874
Unrealised Profit		-2 429 571	0

Financial Statements – Parent

White Pearl Technology Group AB Corporate ID No.
556939-8752

Balance Sheet

Note

2024-06-30

2023-12-31

ASSETS			
Fixed assets			
<i>Financial assets</i>			
Participations in group companies	11	260 160 000	260 160 000
Participations in other companies		1 366 434	1 366 434
Other long-term securities	14	18 783 803	0
Total financial assets		280 310 237	261 526 434
Total fixed assets		280 310 237	261 526 434
Current assets			
<i>Current receivables</i>			
Receivables from group companies		3 841 598	407 184
Other receivables		615 715	17 837
Deferred expenses and accrued income		31 468	7 110
Total current receivables		4 488 782	432 131
<i>Cash on hand and in bank</i>			
Cash on hand and in bank		4 719	90 428
Total cash on hand and in bank		4 719	90 428
Total current assets		4 493 501	522 560
TOTAL ASSETS		284 803 737	262 048 994

Financial Statements – Parent

White Pearl Technology Group AB Corporate ID No.
556939-8752

Balance Sheet

Note

2024-06-30

2023-12-31

EQUITY AND LIABILITIES			
Equity	9		
<i>Restricted reserves</i>			
Share capital		594 109	508 728
Total restricted reserves		594 109	508 728
<i>Non-restricted equity</i>			
Non-restricted share premium reserve		372 992 003	354 373 831
Accumulated profit/loss		-92 945 670	-92 945 670
Profit/loss for the year		-1 065 874	-1 065 874
Total non-restricted reserves		278 980 459	260 362 287
Total equity		279 574 568	260 871 016
Current liabilities			
Accounts payable		557 910	8 125
Liabilities to group companies		3 093 867	1 049 853
Other liabilities		4 000 000	0
Accrued expenses and deferred income		6 962	120 000
Total current liabilities		7 658 740	1 177 978
TOTAL EQUITY AND LIABILITIES		287 233 308	262 048 994
Unrealised Profit		-2 429 571	0

Financial Statements – Parent

White Pearl Technology Group AB
Corporate ID No. 556939-8752

Cash Flow Analysis	Note	2024-01-01 -2024-06-30 (6 months)	2023-01-01 -2023-12-31
Current activities			
Profit/loss after financial items		-2 429 586	-903 187
Adjustments for items not included in the cash flow		-15	427
Tax paid		-15	-163 114
Cash flow from operating activities before change in working capital		-2 429 616	-1 065 874
Cash flow from change in the working capital			
Change in inventories and ongoing works		0	10 000 000
Change in current receivables		-4 056 650	-224 416
Change in accounts payable		549 785	-442 422
Change in current liabilities		5 930 977	274 436
Cash flow from operating activities		-5 504	8 541 724
Investment activities			
Cash flow from investment activities		0	0
Annual cash flow		-5 504	8 541 724
Liquid assets, opening balance			
Liquid assets, opening balance		90 428	60 177
Liquid assets, closing balance		84 924	8 601 901

Notes to Parent Financial Statements

White Pearl Technology Group AB
Corporate ID No. 556939-8752

Notes

Note 1 Accounting principles

The annual report is prepared in accordance with the Swedish Annual Accounts Act and the Swedish Accounting Standards Board (BFNAR 2016:10) Annual Reporting in Smaller Companies.

The principles are unchanged compared to the previous year.

Receivables

Receivables have been recorded at the amounts estimated to be received.

Other assets, provisions, and liabilities

Other assets, provisions, and liabilities have been valued at acquisition cost unless otherwise stated below.

Revenue recognition

Revenue is recognized at the fair value of what has been received or will be received. The company therefore recognizes revenue at nominal value (invoice amount) if the consideration is received in cash upon delivery. Deductions are made for discounts granted.

Services

Revenues from consulting services are recognized when the services are rendered.

Financial instruments

Financial instruments are valued at acquisition cost.

Financial assets and financial liabilities are recognized when the company becomes a party to the contractual terms of the financial instrument. Financial assets are removed from the balance sheet when the contractual right to cash flow from the asset ceases or is settled, or when the risks and benefits associated with the asset are transferred to another party. Financial liabilities are removed from the balance sheet when the agreed obligation is fulfilled or ceases.

Accounts receivable are valued at acquisition cost net of expected losses. Accounts payable and other non-interest-bearing liabilities are valued at nominal amounts.

Impairment of financial assets

Securities inventory

Securities listed on the stock exchange or trading venue are recorded at fair value on the balance sheet date. Unlisted securities are valued based on the prudence principle, at the lower cost and fair value estimated.

Income tax

Current tax is income tax for the current financial year related to the year's taxable income and the portion of income tax from previous financial years that has not yet been recognized. Current tax is valued at the probable amount based on the tax rates and tax regulations applicable at the balance sheet date.

The company has no temporary differences except those reflected in untaxed reserves.

Share-based compensation Goods and services acquired in exchange for compensation in the form of share-based payments are recognized when the goods or services are received.

Notes to Parent Financial Statements

White Pearl Technology Group AB
Corporate ID No. 556939-8752

Depreciation

Note 2

The company's management makes estimates and assumptions about the future. These estimates will rarely match the actual results. The estimates and assumptions that may lead to significant adjustments in the reported values of assets and liabilities are primarily the valuation of unlisted securities.

Each year, it is assessed if there is any indication that the value of assets is lower than the reported value. If there is an indication, the recoverable amount of the asset is calculated, which is the higher of the asset's fair value less selling costs and its utility value.

Note 3 Net revenue

	2024-01-01 -2024-06-30	2023
Net revenue per line of business		
Sales of securities	0	10 000 000
Change in inventory of securities	0	-10 000 000
	0	0

Note 4 Remuneration to auditors

	2024-06-30	2023-12-31
Kaijser Konsult AB		
Audit assignments	305 800	45 000
	305 800	45 000

Audit assignments refer to the auditor's work for statutory audit, and with audit activities various types of quality assurance services. Other services refer to those not included in audit assignments, audit activities, or tax advisory.

Note 5 Employees and Personnel Costs

	2024-01-01 -2024-06-30	2023
Average number of employees		
Women	0	0
Men	0	0
	0	0
Salaries and other remunerations		
Board of Directors and Managing Director	0	0
Bonuses and similar remuneration to the Board and the Managing Director	0	0
	0	0

Notes to Parent Financial Statements

White Pearl Technology Group AB Corporate
ID No. 556939-8752

Total salaries, remunerations, social security expenses and pension costs 0 0

Note 6 Other interest income and similar items of income	2024-06-30	2023-12-31
Received interests	0	0
	0	0

Note 7 Interest expenses and similar items of expenses	2024-06-30	2023-12-31
Other interest expenses	0	163 114
	0	163 114

Note 8 Other long-term receivables	2024-06-30	2023-12-31
Initial acquisition value	0	0
Outgoing reported value	0	0

Notes to Parent Financial Statements

White Pearl Technology Group AB
Corporate ID No. 556939-8752

Note 9 Changes in Equity

	Share Capital	Non-restr share prem. reserve	Retained profit/loss	Profit/loss. this year	Total
Amount at the opening of the year	508 729	354 373 831	-92 945 670	-1 065 874	260 871 016
Appropriation of earnings as per decision of the Annual General Meeting: Balanced on a new account			-1 065 874	1 065 874	0
New issue	85 381	18 618 172			18 703 553
Profit/loss for the year				-2 429 571	-2 429 571
Amount at the closing of the year	594 110	372 992 003	-94 011 544	-2 429 571	277 144 998

Note 10 Information about share capital

Information about share capital	Number of shares	Par value per share
Number/value at the beginning of the year	45 091 858	0,01
Number/value at the end of the year	23 124 038	0,02
The above share count is distributed as follows	2023-12-31	2022-12-31
A-shares	24 889	373 332
B-shares	23 099 149	44 718 526
A-shares, 10 votes B-shares, 1 vote		

Note 11 Participation in Group companies

	2024-06-30	2023-12-31
Acquisition value, opening balance	260 160 000	0
Purchasing		260 160 000
Accumulated acquisition value, closing balance	260 160 000	260 160 000
Book value, closing balance	260 160 000	260 160 000

Notes to Parent Financial Statements

White Pearl Technology Group AB
 Corporate ID No. 556939-8752

Note 12 Significant events after the end of the financial year

After the end of the financial year, on February 20, 2024, the company announced a public takeover offer to the shareholders of Ayima Group AB (publ) to acquire all shares in Ayima Group for a consideration of 0.6 B shares in Whitepearl Technology Group per share in Ayima Group, regardless of share class. On April 11, 2024, the company announced the closure of the public offer as shareholders representing 87.48 per cent of the shares in Ayima had accepted the offer. Ayima's results will be consolidated into Whitepearl Technology Group's consolidated financial statements from February 26, 2024.

Note 13 Definition of financial ratios		
Solvency Adjusted equity as a percentage of total assets.		
Note 14 Other long-term securities		
	2024-06-30	2023-12-31
Acquisition value, opening balance		0
Purchasing	18 783 803	
Accumulated acquisition value, closing balance	18 783 803	0
Book value, closing balance	18 783 803	0

29 August 2024

Marco Marangoni

Company Structure





White Pearl Technology Group (WPTG) is a leading global technology company at the forefront of enabling digital transformation for organizations worldwide. Headquartered in Stockholm, Sweden and with over 30 offices across Europe, Asia, Africa, the Middle East and Latin America, WPTG empowers businesses to adapt and thrive in the digital age. With over 650 technology professionals in independent subsidiaries across a common brand. WPTG has been listed on the Nasdaq First North Growth Market since 2023. The Certified Advisor is Amudova AB.



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