

SPARK44 S.R.L.

Financial statements to 31-03-2021

Name and id code	
Company site	ROMA
Fiscal code	11353340018
Registration number	ROMA 1450858
VAT number	11353340018
Share capital Euro	10.000 f.p.
Legal form	SOCIETA' A RESPONSABILITA' LIMITATA
Company being wound up	no
Company with a single shareholder	no
Company subject to the management and coordination of others	no
Belonging to a group	no

Abbreviated balance sheet

	31-03-2021	31-03-2020
Balance sheet (mandatory scheme)		
Assets		
A) receivables due from shareholders	0	0
B) Fixed assets		
I - Intangible fixed assets	104.029	119.194
II - Tangible fixed assets	114.903	143.815
III - Financial fixed assets	0	0
Total fixed assets (B)	218.932	263.009
C) Current assets		
I - Inventories	14.403	2.907
II - Receivables		
due within the following year	350.511	257.412
due beyond the following year	23.882	47.868
Total receivables	374.393	305.280
III - Current financial assets	0	0
IV - Liquid funds	141.525	43.256
Total current assets (C)	530.321	351.443
D) Accrued income and prepayments	139.829	209.988
Total assets	889.082	824.440
Liabilities and shareholders' equity		
A) Shareholders' equity		
I - Share capital	10.000	10.000
II - Share premium reserve	0	0
III - Revaluation reserves	0	0
IV - Legal reserve	447	0
V - Statutory reserves	0	0
VI - Other reserves	8.476	1
VII - Reserve for hedging expected cash flow operations	0	0
VIII - Retained earnings (accumulated losses)	0	0
IX - Net profit (loss) for the year	6.346	8.925
Minimised loss for the year	0	0
X - Negative reserve for own portfolio shares	0	0
Total shareholders' equity	25.269	18.926
B) Reserves for contingencies and other charges	0	0
Total reserve for severance indemnities (TFR)	132.726	189.372
D) Payables		
due within the following year	688.129	604.912
Total payables (D)	688.129	604.912
E) Accrued liabilities and deferred income	42.958	11.230
Total liabilities and shareholders' equity	889.082	824.440

Abbreviated income statement

	31-03-2021	31-03-2020
Income statement (value and cost of production)		
A) Value of production		
1) Revenues from sales and services	3.591.645	3.325.492
Change in work in progress, semi-finished and finished products and change in contract work in progress	11.496	2.907
2) Change in work in progress, semi-finished and finished products	11.496	2.907
Total value of production	3.603.141	3.328.399
B) Costs of production		
6) Raw, ancillary and consumable materials and goods for resale	1.021	1.513
7) Services	2.083.090	1.744.703
8) Use of third party assets	143.016	143.180
9) personnel		
a) wages and salaries	846.953	994.215
b) related salaries	246.171	284.419
severance, pensions and similar commitments and other costs	195.629	89.434
c) severance	73.402	73.972
e) other costs	122.227	15.462
Total payroll and related costs	1.288.753	1.368.068
10) depreciation, amortisation and write downs		
a, b, c) amortisation of intangible fixed assets, depreciation of tangible fixed assets and other amounts written off fixed assets	55.096	53.871
a) amortisation of intangible fixed assets	15.164	15.164
b) depreciation of tangible fixed assets	39.932	38.707
Total Amortisation, depreciation and write-downs	55.096	53.871
Total cost of production	3.570.976	3.311.335
Difference between value and cost of production (A - B)	32.165	17.064
C) Financial income and charges		
17) Interest and other financial expense		
other	10.817	5.174
Total interest and other financial expense	10.817	5.174
Total financial income and expense (15 + 16 - 17 + - 17-bis)	(10.817)	(5.174)
D) Value adjustments to financial assets and liabilities		
Total value adjustments to financial assets and liabilities (18 - 19)	0	0
Pre-tax result (A - B + - C + - D)	21.348	11.890
20) Income tax for the year, current, deferred and prepaid		
Current taxes	15.002	2.965
Total taxes on the income for the year	15.002	2.965
21) Profit (loss) for the year	6.346	8.925

Supplementary Notes to the Financial statements to 31-03-2021

Supplementary notes, initial part

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/03/2021 UNDER ARTICLE 2435 - BIS OF THE CIVILE CODE

INTRODUCTION

The Financial Statements as at 31/03/2021, of which this Note to the accounts is an integral part according to art. 2423, paragraph 1 of the Italian Civil Code, which correspond to the results for the book entries regularly made and which were drafted in compliance with articles 2423, 2423b, 2424, 2424a, 2425, 2425a, 2425b of the Italian Civil Code, in accordance with the accounting principles contained in art. 2423 and the valuation criteria defined as in art. 2426 of the Italian Civil Code.

The financial statements of the financial year have been drafted in a condensed form according to art. 2435 a of the Italian Civil Code, since the requirements as defined by paragraph 1 of the above mentioned article have been fulfilled. Therefore, this note to the accounts include indications as defined by paragraph 1 of art. 2427, regarding the entries specified in paragraph 5 of art. 2435 a of the Italian Civil Code, is provided.

Moreover, this note to the accounts reports information required by numbers 3) and 4) of art. 2428 of the Italian Civil Code, therefore the management report has not been drafted according to art. 2435 a, paragraph 6 of the Italian Civil Code

Publishing principles

DRAFTING CRITERIA

In order to prepare the financial statements clearly and to provide a truthful and correct representation of the equity and the financial situation, as well as of the economic result, the following steps were taken, in accordance with article 2423 a of the Civil Code:

- evaluate the single items prudently and with a view to presenting a common corporate continuity;
- include only the profits that were actually made during the financial year;
- determine the income and the costs on an accrual basis, regardless of their financial situation;
- include all the risks and the losses on an accrual basis, even if they became known after the end of the year;
- consider separately the heterogeneous elements included in the different categories of the financial statements, in order to evaluate them;
- maintain the same valuation criteria adopted in the previous financial year.

The following budgetary assumptions, as per OIC 11 para. 15, have been followed:

- a) prudence
- b) perspective of business continuity;
- c) substantial representation;
- d) competence;
- e) constancy in the evaluation criteria;

- f) relevance;
- g) comparability.

Perspective of business continuity

With regard to this principle, the evaluation of the items included in the financial statement was carried out with a view to business continuity and, therefore, assuming that the company constitutes a functioning economic entity, likely to produce an income for at least the foreseeable future time frame (12 months from the closing date of the financial statement).

In the prospective assessment regarding the assumption of business continuity, no significant uncertainties nor reasonable alternatives to the cessation of the activity were identified.

Exceptional cases pursuant to art. 2423, fifth paragraph, of the Civil Code

EXCEPTIONAL CASES EX ART. 2423, PARAGRAPH FIVE OF THE ITALIAN CIVIL CODE

Any extraordinary events that required the use of derogations as defined by art 2423, paragraph 5, of the Italian Civil Code.

Changed accounting principles

CHANGES IN ACCOUNTING PRINCIPLES

There have been no changes in the accounting principles during the financial year.

Corrections to relevant errors

CORRECTION OF RELEVANT ERRORS

No significant errors in previous financial years emerged during the year.

Comparability and adaptability problems

COMPARABILITY AND ADAPTATION PROBLEMS

There are no elements belonging to either the assets or the liabilities that have included as different items in the balance sheet at the same time.

Applied evaluation criteria

EVALUATION CRITERIA APPLIED

The criteria applied for evaluating the items of the financial statements, reported as follows, are in compliance with the provisions of art. 2426 of the Italian Civil Code.

Evaluation criteria pursuant to art. 2426 of the Italian Civil Code are in compliance with those used in the preparation of the financial statements of the previous year.

Intangible fixed assets

Intangible fixed assets are registered, to the extent of the recoverable amount, at their historical purchase value or internal production costs, including any directly attributable ancillary charges, and they are systematically amortised at constant rates according to the residual value of using the asset.

In particular, the set-up and expansion costs derive from the capitalisation of the charges regarding the phases of the start-up and the development of the operating capability.

Tangible fixed assets

Tangible fixed assets are assessed at the date in which the transfer of risks and benefits connected to the purchased items are registered, and they are recorded, to the extent of their recoverable amount, at their historical purchase or production cost, net of their related amortisation funds, including any directly attributable ancillary costs and charges for internal indirect production costs, as well as the charges resulting from the financing of internal manufacturing incurred in the manufacturing period until the end of the useful life of the asset.

The cost of fixed assets whose useful life is limited is systematically amortised in each financial year according to economic-technical rates determined on the basis of their residual useful life.

The applied rates are as follows:

Plants and machinery: 12% to 30%

Industrial and commercial equipment: 15%

Other assets:

- fixtures and fittings: 12%
- electronic office machinery: 20%

Inventories

Inventories are registered when the company transfers the risks and benefits associated with ownership of the goods, and are recorded at their lower value, that is either as the purchase cost, comprehensive of all directly attributable costs and ancillary charges and of indirect costs relating to internal production, or the estimated realisable value, with reference to the market value.

Receivables

Receivables are classified either as fixed or current assets on the basis of their designation / origin, with respect to their ordinary activities, and they are recorded at their estimated realisable value.

Cash and cash equivalents

Cash and cash equivalents are recorded at their nominal value.

Accruals and deferrals

Accruals and deferrals were registered on the basis of accrual economic competence and include revenues / costs accrued and payable in future years, and revenues / costs incurred in the financial year but relating to future years.

Therefore, only the costs and revenues relating to two or more years, whose amount change in time, were registered.

At the end of the year it was verified that the conditions that led to the initial assessment have been met, and the necessary adjustments were made, if necessary, taking into account the elements of time and possible recoverability.

Accrued income, comparable to operating receivables, was valued at its estimated realisable value, causing, if the value is lower than the accounting value, as an impairment loss in the income statement. Accrued expenses, comparable to payables, were assessed at their nominal value.

As for prepaid expenses, the future economic benefit related to deferred costs was calculated and, if the resultant benefits were lower than the prepaid share, the value was adjusted.

Reserves for contingencies and other charges

Reserves for contingencies represent liabilities related to conditions that existed at the date of financial statements, but whose occurrence is only probable.

Reserves for charges represent certain liabilities, related to negative components for profit made in the current year, but that will be recorded next year.

The estimation process is carried out and / or adjusted at the balance sheet date based on past experience and relevant available information.

Reserves for pensions and similar commitments

They represent the liabilities associated with the provisions for supplementary pension benefits and severance grants owed to employees, the self-employed and associates, according to the law or contract in vigour at the time of the termination of employment.

The provision for the year was determined, as an estimate, so as to allow for the progressive adjustment of the provision for the total share accrued at the end of the year.

Payables

The division of the amounts due within and not after the financial year is made according to the contractual or legal maturity, and taking into account facts and/or events that might determine changes to the original maturity date.

Payables that originate from the purchase of assets are recorded when contingencies, other charges and benefits are transferred; those originating from services are recorded when they have been fulfilled; financial and/or other payables are registered when the bonds due to the counterparty arise.

Payables due to the tax authorities include liabilities for taxes which are certain and are of a fixed amount, as well as taxes withheld by a withholding agent and have not been allowed, in instances where compensation has been allowed, they are reported net of advances, also in the case of withheld taxes and tax credits.

Costs and revenues

They are presented in accordance with the principle of prudent and economic competence.

Supplementary notes, abbreviated, assets

INFORMATION REGARDING THE BALANCE SHEET - ASSETS

Fixed assets

FIXED ASSETS

Fixed assets are equal to € 218.932 € 263.009 in the previous financial year).

Movements in fixed assets

The composition and movements of the single items are as follows:

	Intangible fixed assets	Tangible fixed assets	Financial fixed assets	Total fixed assets
Year opening balance				
Cost	173.309	280.057	0	453.366
Amortisation (amortisation fund)	54.115	136.242		190.357
Balance sheet value	119.194	143.815	0	263.009
Changes during the year				
Depreciation/amortisation for the year	15.164	39.932		55.096
Other changes	(1)	11.020	0	11.019
Total changes	(15.165)	(28.912)	0	(44.077)
Year closing balance				
Cost	173.309	291.076	0	464.385
Amortisation (amortisation fund)	69.280	176.173		245.453
Balance sheet value	104.029	114.903	0	218.932

Current assets, abbreviated

CURRENT ASSETS

Receivables posted to current assets

Changes and deadline of receivables posted to current assets

Receivables - Division according to the expiration date

Pursuant to art. 2426, paragraph 1 number 6 of the Italian Civil Code, data regarding the division of receivables according to the expiration date are hereby reported:

	Year opening balance	Change during the year	Year closing balance	Amount due within 12 months	Amount due beyond 12 months	of which beyond 5 years
Trade receivables included among current assets	191.469	40.908	232.377	232.377	0	0

	Year opening balance	Change during the year	Year closing balance	Amount due within 12 months	Amount due beyond 12 months	of which beyond 5 years
Tax receivables included among current assets	20.277	(1.998)	18.279	18.279	0	0
Other receivables included among current assets	93.534	30.203	123.737	99.855	23.882	0
Total receivables included among current assets	305.280	69.113	374.393	350.511	23.882	0

Supplementary notes, abbreviated, liabilities and net equity

INFORMATION REGARDING THE BALANCE SHEET LIABILITIES AND NET EQUITY

Shareholders' equity, abbreviated

NET EQUITY

The existing net equity at the year end amounted to € 25.269 (€ 18.926 in the previous year).

Changes in shareholders' equity, abbreviated

The following tables show changes to the individual items during the financial year, which constitute the net equity and the breakdown of the 'Other reserves'.

	Year opening balance	Destination of the previous year's result		Other changes			Result for the year	Year closing balance
		Dividend allocations	Other destinations	Increases	Decreases	Reclassifications		
Capital	10.000	0	0	0	0	0		10.000
Share premium reserve	0	-	-	-	-	-		0
Write-down reserve	0	-	-	-	-	-		0
Legal reserve	0	0	0	447	0	0		447
Reserves provided by the articles of association	0	-	-	-	-	-		0
Other reserves								
Extraordinary reserve	0	0	0	8.478	0	0		8.478
Miscellaneous other reserves	1	0	0	0	0	(3)		(2)
Total other reserves	1	0	0	8.478	0	(3)		8.476
Reserve to hedge expected cash flow transactions	0	-	-	-	-	-		0
Profit (loss) carried forward	0	-	-	-	-	-		0
Profit (loss) for the year	8.925	0	(8.925)	0	0	0	6.346	6.346
Minimised loss for the year	0	-	-	-	-	-		0
Negative reserve for own portfolio shares	0	-	-	-	-	-		0
Total shareholders' equity	18.926	0	(8.925)	8.925	0	(3)	6.346	25.269

Detail of changes in other reserves (overview)

Description	Amount
Riserva da Arrotondamento	(2)
Total	(2)

In order to better understand the changes to the net equity, changes to net equity during the previous years are hereby described:

	Year opening balance	Dividend allocations	Other destinations	Increases
Capital	10.000	0	0	0
Legal reserve	362	0	0	0
Other reserves				
Extraordinary reserve	6.354	0	0	0
Miscellaneous other reserves	2	0	0	0
Total other reserves	6.356	0	0	0
Profit (loss) for the year	-130.589	0	130.589	0
Total shareholders' equity	-113.871	0	130.589	0

	Decreases	Reclassifications	Result for the year	Year closing balance
Capital	0	0		10.000
Legal reserve	362	0		0
Other reserves				
Extraordinary reserve	6.354	0		0
Miscellaneous other reserves	0	-1		1
Total other reserves	6.354	-1		1
Profit (loss) for the year	0	0	8.925	8.925
Total shareholders' equity	6.716	-1	8.925	18.926

Use of shareholders' equity, abbreviated

Statement of availability and use of net equity's items

The information required by article 2427, paragraph 1 no. 7a of the Italian Civil Code regarding the specification of the items included as net equity with reference to their origin, possibility of use and distribution, as well as their utilisation in previous years, can be ascertained from the tables below:

	Amount	Origin / nature	Possible use	Available amount	Summary of uses in the three previous years	
					to cover losses	for other reasons
Capital	10.000			0	0	0
Share premium reserve	0			-	-	-
Write-down reserve	0			-	-	-
Legal reserve	447	B		0	0	0
Reserves provided by the articles of association	0			-	-	-
Other reserves						
Extraordinary reserve	8.478	A,B,C,D,E		0	0	0
Miscellaneous other reserves	(2)			0	0	0
Total other reserves	8.476			0	0	0
Reserve to hedge expected cash flow transactions	0			-	-	-
Negative reserve for own portfolio shares	0			-	-	-

	Amount	Origin / nature	Possible use	Available amount	Summary of uses in the three previous years	
					to cover losses	for other reasons
Total	18.923			0	0	0

Key: A: for capital increase, B: to hedge losses, C: distribution to shareholders, D: for other article of association restraints, E: other

Origin, possibility of use and leasability of miscellaneous other reserves (overview)

Description	Amount	Origin / nature	Possibility of use	Available amount	Summary of uses during the three previous years to cover losses	Summary of uses during the three previous years for other reasons
RISERVA DA ARROTONDAMENTO	(2)			0	0	0
Total	(2)					

Key: A: for capital increase, B: to hedge losses, C: distribution to shareholders, D: for other article of association restraints, E: other

Payables, abbreviated

PAYABLES

Payables changes and due date

Payables- Division according to their maturity

According to art. 2427, paragraph 1, number 6 of the Italian Civil Code, data regarding the division of payables according to their maturity are hereby reported:

	Year opening balance	Change during the year	Year closing balance	Amount due within 12 months	Amount due beyond 12 months	of which beyond 5 years
Advances	240.000	(240.000)	0	0	0	0
Payables to suppliers	193.284	270.086	463.370	463.370	0	0
Tax payables	0	38.245	38.245	38.245	0	0
Payables due to social security and welfare institutions	14.916	28.106	43.022	43.022	0	0
Other payables	156.712	(13.220)	143.492	143.492	0	0
Total payables (D)	604.912	83.217	688.129	688.129	0	0

Payables of duration of more than five years and payables assisted by real guarantees on company assets, abbreviated

Payables with a duration of more than five years and payables secured by collateral on corporate assets

Information regarding collateral on corporate assets is given below, pursuant to art. 2427, paragraph 1 number 6 of the Italian Civil Code:

	Payables not covered by real guarantees	Total
Advances	-	0

	Payables not covered by real guarantees	Total
Payables to suppliers	463.370	463.370
Tax payables	38.245	38.245
Payables due to social security and welfare institutions	43.022	43.022
Other payables	143.492	143.492
Total payables (D)	688.129	688.129

Abbreviated supplementary notes, other information

OTHER INFORMATION

Proposed use of profits or hedging of losses

Allocation of the operating profit

We recommend that you approve the Financial Statements at 31/03/2021 as presented.

According to art. 2427, paragraph 1, number 22-septies of the Italian Civil Code, we propose to allocate the profit for the year, Euro 6,346.00 as follows:

- as for Euro 320.00 to increase the Legal Reserve;
- as for Euro 6,026.00 to increase the Extraordinary Reserve.

Supplementary notes, final part

The Board of Directors

ANFOSSI ANTONIO

SHARMA AVANESH

Balance sheet conformity statement

Declaration of conformity

This is a truthful copy of the documents filed by the company.