

Annual Report
and
Consolidated Financial Statements
for
KRY International AB

556967-0820

2018
financial year



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Directors' Report

Directors' Report

The Board of Directors and the Managing Director of the KRY International AB Group ("KRY") hereby present the annual report and consolidated financial statements for the 2018 financial year. The annual report has been prepared in Swedish kronor (SEK). The company's head office is located in Stockholm, Sweden.

Description of the business and future developments

KRY was started to contribute to a more equal and accessible world. Today, we offer patients from all over Sweden care on an equal footing throughout the year and around the clock, with a waiting time of just a few minutes.

During the year, the Group conducted operations in Sweden and Norway. The service was also launched in France in September and in the UK in October under the LIVI brand. The Group's minor operations in Spain were discontinued during the year. KRY opened its first physical care centre in Lund, Sweden, in December 2018.

At KRY/LIVI, healthcare professionals, programmers, designers and product owners work side by side to jointly advance the healthcare sector. KRY/LIVI currently employs over 500 doctors and psychologists (May 2019) and has provided more than 900,000 patient appointments.

A new share issue totalling just over EUR 53 million was carried out in May 2018, with certain existing owners participating.

With a conviction that care needs to be moved closer to the patient and that everyone is entitled to equal care, we know that our work has just begun. By being responsive to existing needs, humble before the challenges we face, determined to make necessary changes and dedicated to a vision of being the first choice among patients, we will continue our journey towards better healthcare for all.

Significant events after the end of the financial year

During the first quarter of 2019, KRY established a partnership within Region Sörmland. In 2018, KRY worked within the framework of Region Jönköping's care agreement for digital healthcare appointments and with Region Skåne for physical healthcare appointments.

As of April, KRY also offers appointments with nurses.

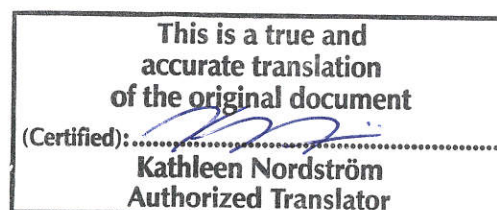
Bergus Care AB was acquired in April.

Risks

The Group actively works to identify and manage risks.

Since the company is part of a publicly funded care system in Sweden, France and the UK, policy decisions that lead to changes in regulations and legislation can have a significant impact on the company as well as on all private companies in the healthcare sector.

Currency exposure also occurs since the Group has operations in other countries and thus handles different currencies.



Ownership and Group structure

Owners of KRY International AB as of 31 December 2018 with holdings corresponding to more than 10% of the votes and shares in the company:

CTW-MF Stockholm AB
Creandum IV L.P
Index Ventures VIII (Jersey), L.P
Project A Ventures II GmbH & Co. KG
Accel London Investments XI Sarl

KRY International AB is the Parent Company of the Group and owns and controls 100% of the outstanding shares in the wholly owned subsidiary Digital Medical Supply Sweden AB and 100% of the outstanding shares in the dormant company Medical Supply Sweden AB.

Digital Medical Supply Sweden AB owns and controls 100% of the shares in Digital Medical Supply Norway AS, Digital Medical Supply Spain SL, DMS Digital Medical Supply Germany GmbH, Digital Medical Supply France SARL and Digital Medical Supply UK Ltd.

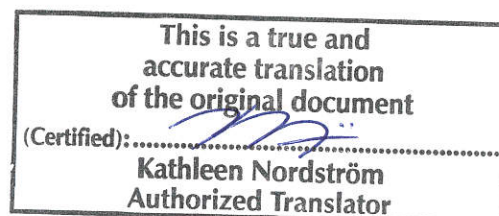
Parent Company

The Parent Company's business consists of developing the "KRY/LIVI" technical platform and providing services to the Group companies, including platform licenses for service, management, marketing and branding.

Multi-year review (kSEK)

Group	2018	2017	2016		
Net sales	234,227	99,686	14,512		
Loss after financial items	-250,681	-73,731	-10,784		
Equity/assets ratio (%)	86	87	86		

Parent Company	2018	2017	2016	2015	2014
Net sales	33,144	13,306	2,668	191	0
Loss after financial items	-206,089	-79,986	-17,817	-5,065	-604
Equity/assets ratio (%)	92	93	90	14	19



Changes in equity (kSEK)

Parent Company	Share capital	Fund for development expenses	Share premium reserve	Retained earnings	Profit/loss for the year	Total
Amount at the beginning of the year	114	2,324	258,955	-12,739	-66,461	182,193
New share issues	25		544,005			544,030
Issued warrants			2,472			2,472
Appropriation of profits as resolved by the AGM				-66,461	66,461	0
Exercised warrants			-359			-359
Transfer of fund for development expenses		4,801		-4,801		0
Loss for the year					-215,089	-215,089
Amount at year-end	139	7,125	805,073	-84,001	-215,089	513,246

Proposed appropriation of profits

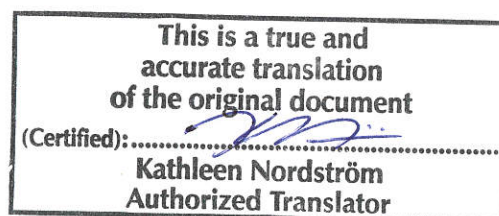
The Board of Directors proposes that the available profits (SEK):

accumulated loss	-84,001,509
share premium reserve	805,072,029
loss for the year	-215,089,445
	505,981,075

be appropriated as follows:
 to be carried forward

505,981,075

The Group's and the Parent Company's performance and financial position are presented in the following income statements, balance sheets, cash flow statements and accompanying notes.



**Consolidated
 income statement**

	Note	1 Jan 2018– 31 Dec 2018	1 Jan 2017– 31 Dec 2017
Net sales		234,227,003	99,686,419
Other operating income		1,226,808	60,288
Total income		235,453,811	99,746,707
Operating expenses			
Cost of services sold		-175,174,232	-67,132,668
Other external expenses		-200,110,862	-73,868,919
Personnel costs	1	-111,141,862	-30,984,143
Depreciation/amortisation of tangible and intangible assets		-2,336,175	-733,054
Other operating expenses		-2,491,016	-269,525
Total operating expenses		-491,254,147	-172,988,308
Operating loss		-255,800,336	-73,241,600
Profit/loss from financial items			
Profit/loss from participations in Group companies	2	-238,720	0
Interest income and similar profit/loss items	3	5,425,896	-434,900
Interest expenses		-67,862	-54,607
		5,119,314	-489,507
Loss after financial items		-250,681,022	-73,731,107
Loss before tax		-250,681,022	-73,731,107
Loss for the year		-250,681,022	-73,731,107
Parent Company's share of loss for the year		-250,681,022	-73,731,109



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**Consolidated
 balance sheet**

	Note	31 Dec 2018	31 Dec 2017
ASSETS			
Non-current assets			
<i>Intangible assets</i>			
Capitalised expenditure for research and development and similar	4	7,602,982	3,211,453
<i>Tangible assets</i>			
Equipment, tools, fixtures and fittings	5	6,743,895	25,316
<i>Financial assets</i>			
Other non-current receivables	6	2,669,419	2,666,850
Total non-current assets		17,016,296	5,903,619
Current assets			
<i>Current receivables</i>			
Trade receivables		2,462,178	980,685
Other receivables		6,861,926	13,850,159
Prepaid expenses and accrued income	7	34,757,601	23,011,789
Total current receivables		44,081,705	37,842,633
<i>Cash and bank</i>		481,477,707	153,438,837
Total current assets		525,559,412	191,281,470
TOTAL ASSETS		542,575,708	197,185,089



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**Consolidated
 balance sheet**

Note

31 Dec 2018

31 Dec 2017

EQUITY AND LIABILITIES

Equity

**Equity attributable to shareholders in the Parent
 Company**

Share capital		139,461	114,329
Other contributed capital		809,647,470	262,569,619
Other equity, including loss for the year		-340,755,234	-90,150,631
Equity attributable to shareholders in the Parent Company		469,031,697	172,533,317

Total equity

469,031,697

172,533,317

Current liabilities

Trade payables		32,567,565	10,690,918
Current tax liabilities		1,167,095	30,354
Other liabilities		10,322,336	3,802,607
Accrued expenses and deferred income	8	29,487,015	10,127,893
Total current liabilities		73,544,011	24,651,772

TOTAL EQUITY AND LIABILITIES

542,575,708

197,185,089



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Consolidated statement of changes in equity

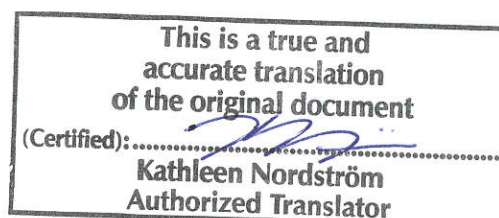
	Share capital	Other contributed capital	Retained earnings, incl. loss for the year	Total equity
Opening equity, 1 January 2017	91,681	63,354,160	-16,455,589	46,990,252
New share issue	22,648	196,989,813		197,012,461
Exchange of convertibles		4,650,709		4,650,709
Impairment of holdings of own warrants		-2,425,063		-2,425,063
Loss for the year			-73,731,109	-73,731,109
Translation differences			36,067	36,067
Closing equity, 31 December 2017	114,329	262,569,619	-90,150,631	172,533,317
New share issue	25,132	544,004,645		544,029,777
Issued warrants		2,472,000		2,472,000
Exercised warrants		-359,398		-359,398
Reversal of impairment of holdings of own warrants		960,604		960,604
Loss for the year			-250,681,022	-250,681,022
Translation differences			76,419	76,419
Closing equity, 31 December 2018	139,461	809,647,470	-340,755,234	469,031,697

The capital contributed by the new share issue in 2018 amounted to SEK 546,471,377, which has been recognised at a lower amount in this report since external consulting costs of SEK 2,441,600 directly attributable to the implementation of the issue have been offset against other contributed capital instead of being recognised in profit or loss.

The number of shares at 31 December 2018 amounted to 2,789,222, with a quota value of SEK 0.05, distributed by class of shares as follows:

1,033,120 ordinary shares, 800,000 Class A preference shares, 452,966 Class B preference shares and 500,136 Class C preference shares.

As of 31 December 2018, a total of 346,790 warrants had been issued, which could increase the share capital by SEK 17,339.50 between 2020 and 2022. These warrants are held by employees in the Group.



**Consolidated
 cash flow statement**

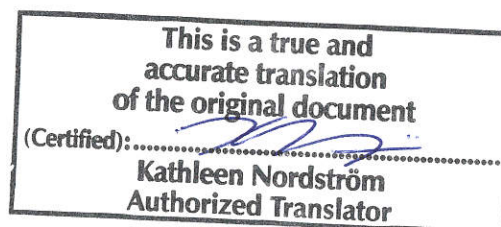
	Note	1 Jan 2018– 31 Dec 2018	1 Jan 2017– 31 Dec 2017
Operating activities			
Loss after financial items		-250,681,022	-73,731,109
Depreciation/amortisation		2,336,175	733,054
Capitalised development costs		-5,882,448	-1,974,627
Cash flow from operating activities before changes in working capital		-254,227,295	-74,972,682
Cash flow from changes in working capital			
Change in trade receivables		-1,481,493	4,201,863
Change in current receivables		-4,757,579	-28,849,837
Change in trade payables		21,876,647	6,916,345
Change in current liabilities		27,015,592	10,340,774
Cash flow from operating activities		-211,574,128	-82,363,537
Investing activities			
Investments in tangible assets		-7,563,835	-28,848
Investments in financial assets		-2,569	-2,666,850
Cash flow from investing activities		-7,566,404	-2,695,698
Financing activities			
New share issue		544,029,777	197,012,461
Issued/repurchased warrants		2,834,486	2,225,646
Cash flow from financing activities		546,864,263	199,238,107
Cash flow for the year		327,723,731	114,178,872
Cash and cash equivalents at the beginning of the year		153,438,837	39,223,898
Exchange rate differences		315,139	36,067
Cash and cash equivalents at year-end		481,477,707	153,438,837



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**Parent Company
income statement**

	Note	1 Jan 2018– 31 Dec 2018	1 Jan 2017– 31 Dec 2017
Net sales		33,143,588	13,306,329
Other operating income		330,787	37,102
Total income		33,474,375	13,343,431
Operating expenses			
Cost of services sold		-1,243,347	-1,962,765
Other external expenses	15	-172,499,002	-68,543,908
Personnel costs	1	-68,161,524	-21,477,010
Amortisation of intangible assets		-2,163,978	-729,522
Other operating expenses		-529,141	-103,807
Total operating expenses		-244,596,992	-92,817,012
Operating loss	9	-211,122,617	-79,473,581
Profit/loss from financial items			
Interest income and similar profit/loss items	3	5,087,675	-458,307
Interest expenses		-54,503	-54,021
		5,033,172	-512,328
Loss after financial items		-206,089,445	-79,985,909
Appropriations			
Group contributions received		0	13,525,000
Group contributions paid		-9,000,000	0
Loss before tax		-215,089,445	-66,460,909
Tax on loss for the year	10	0	0
Loss for the year		-215,089,445	-66,460,909



**Parent Company
 balance sheet**

Note 31 Dec 2018 31 Dec 2017

ASSETS

Non-current assets

Intangible assets

Capitalised expenditure for development and similar	4	7,602,982	3,211,453
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Tangible assets

Equipment, tools, fixtures and fittings	5	1,795,310	0
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Financial assets

Participations in Group companies	11, 12	5,100,000	5,050,000
Receivables from Group companies		81,935,468	32,486,943
Other non-current receivables	6	2,666,850	2,666,850

		89,702,318	40,203,793
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Total non-current assets		99,100,610	43,415,246
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Current assets

Current receivables

Trade receivables		591,925	647,152
Other receivables		4,915,840	12,446,704
Prepaid expenses and accrued income	7	4,211,191	1,190,365

		9,718,956	14,284,221
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Cash and bank


		447,567,102	138,303,230
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Total current assets		457,286,058	152,587,451
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TOTAL ASSETS

		556,386,668	196,002,697
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**Parent Company
 balance sheet**

Note 31 Dec 2018 31 Dec 2017

EQUITY AND LIABILITIES

Equity

13

Restricted equity

Share capital		139,461	114,329
Fund for development expenses		7,125,132	2,324,015
		7,264,593	2,438,344

Non-restricted equity

Share premium reserve		805,072,029	258,954,782
Retained earnings		-84,001,509	-12,739,483
Loss for the year		-215,089,445	-66,460,909

Total equity

	505,981,075	179,754,390
	513,245,668	182,192,734

Current liabilities

Trade payables		27,543,954	7,832,702
Current tax liabilities		844,183	26,328
Other liabilities		3,399,861	1,741,125
Accrued expenses and deferred income	8	11,353,002	4,209,808
Total current liabilities		43,141,000	13,809,963

TOTAL EQUITY AND LIABILITIES

	556,386,668	196,002,697
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**Parent Company
 cash flow statement**

	Note	1 Jan 2018– 31 Dec 2018	1 Jan 2017– 31 Dec 2017
Operating activities			
Loss after financial items		-206,089,445	-79,985,909
Adjustments for non-cash items		2,163,978	729,522
Tax paid		-6,347	0
Cash flow from operating activities before changes in working capital		-203,931,814	-79,256,387
Cash flow from changes in working capital			
Change in trade receivables		55,227	-34,359
Change in current receivables		4,510,038	-14,828,764
Change in trade payables		19,711,252	4,454,194
Change in current liabilities		9,626,132	3,851,975
Cash flow from operating activities		-170,029,165	-85,813,341
Investing activities			
Investments in intangible assets		-5,882,448	-1,974,627
Investments in tangible assets		-2,468,369	0
Investments in financial assets		-50,000	0
Group contributions received (paid)		-9,000,000	13,525,000
Shareholder contributions paid		0	-5,000,000
Non-current loans to Group companies		-49,448,525	-23,027,469
Cash flow from investing activities		-66,849,342	-16,477,096
Financing activities			
New share issue		546,501,777	201,663,170
Exercised warrants		-359,398	0
Cash flow from financing activities		546,142,379	201,663,170
Cash flow for the year		309,263,872	99,372,733
Cash and cash equivalents at the beginning of the year			
Cash and cash equivalents at the beginning of the year		138,303,230	38,930,497
Cash and cash equivalents at year-end		447,567,102	138,303,230



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Notes

Accounting and valuation policies

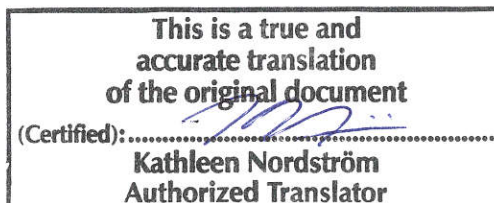
General information

The annual report and consolidated accounts have been prepared in accordance with the Swedish Annual Accounts Act and the Swedish Accounting Standards Board's general guidelines BFNAR 2012:1 Annual Report and Consolidated Accounts (K3).

Receivables and liabilities in foreign currencies have been translated at the closing rate. Foreign exchange gains and losses on operating receivables and operating liabilities are recognised in operating profit or loss, while foreign exchange gains and losses on financial receivables and liabilities are recognised in financial items.

The following closing rates (against SEK) have been applied:

EUR	10.2753
NOK	1.024475
GBP	11.3482



The company's accounting policies are unchanged compared with the preceding year.

Revenue recognition

Revenue is recognised at the fair value of the amount that has been or will be received to the extent that it is probable that the economic benefits will accrue to the company and when the revenue can be reliably estimated.

In the Group, revenue from consultations through partners is recognised in a gross amount, meaning that the Group recognises the full revenue amount and the partner's share as a deductible cost item.

Consolidated accounts

Consolidation method

The consolidated accounts have been prepared in accordance with the acquisition method. This means that the identifiable assets and liabilities of acquired companies are recognised at market value according to the established acquisition analysis. If the cost of the business exceeds the estimated market value of the expected net assets according to the acquisition analysis, the difference is recognised as goodwill.

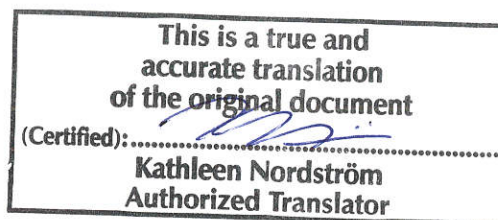
Subsidiaries

In addition to the Parent Company, the consolidated accounts comprise all companies in which the Parent Company directly or indirectly holds more than 50% of the votes in the company or otherwise has a controlling influence and thus has the right to design the company's financial and operational strategies in order to obtain economic benefits.

A subsidiary's revenue and expenses are recognised in the consolidated accounts as of the acquisition date until the date on which the Parent Company ceases to have a controlling influence over the subsidiary.

Intra-Group transactions

Intra-Group receivables and liabilities, intra-Group transactions and unrealised gains are eliminated in full. Unrealised losses are also eliminated, provided the transaction does not give rise to an impairment



requirement.

Changes in intra-Group profit during the financial year have been eliminated in the consolidated income statement.

Translation of foreign subsidiaries

The accounts of foreign subsidiaries are translated in accordance with the current rate method. All balance sheet items are translated at the closing rate. All income statement items are translated at the average rate during the financial year. Differences that arise are recognised directly in equity.

Accounting policies for individual balance sheet items

Intangible assets

The company recognises internally generated intangible assets according to the capitalisation model. This means that all expenses relating to the production of an internally generated intangible asset are capitalised and amortised over the estimated useful life of the asset, provided that the criteria in BFNAR 2012:1 are met.

Non-current assets

Intangible and tangible assets are recognised at cost less accumulated amortisation and depreciation according to plan and any impairment losses.

Depreciation and amortisation are applied on a straight-line basis over the expected useful life with consideration given to any material residual value. The following depreciation and amortisation percentages are applied:

Intangible assets

Capitalised development expenditure

20%

Tangible assets

Equipment, tools, fixtures and fittings

20–40%



Financial instruments

Participations in subsidiaries

Participations in subsidiaries are recognised at cost less any impairment losses. The cost includes the purchase price paid for the shares and acquisition costs. Any capital contributions are added to the cost as they arise.

Income tax

Total tax comprises current tax and deferred tax. Tax is recognised in profit or loss, except when the underlying transaction is recognised directly in equity, in which case the related tax effect is recognised in equity.

Current tax

Current tax refers to income tax for the current financial year as well as the portion of income tax for previous financial years that has not yet been recognised. Current tax is calculated using the tax rates prevailing on the balance sheet date.

Deferred tax

Deferred tax is income tax pertaining to future financial years as a result of past events. Deferred tax is recognised according to the balance sheet method. According to this method, deferred tax liabilities and

deferred tax assets are recognised on temporary differences arising between the carrying amounts and tax bases of assets and liabilities as well as for other tax deductions or deficits.

Deferred tax assets relating to loss carryforwards or other future tax deductions are recognised to the extent that it is probable that the deduction can be offset against future taxable profit. Due to the relationship between accounting and taxation, deferred tax liabilities attributable to untaxed reserves are not recognised separately.

Employee benefits

All costs for employed doctors whose work exclusively comprises performing the primary care services sold by the Group are recognised under the item “Cost of services sold” in profit or loss. This enables better comparability when the costs for employed doctors and doctors contracted through other companies are treated equally in the accounts.

Warrants

The Group has a programme that allows employees to acquire warrants in KRY International AB at market price. The Parent Company issues these warrants to subsidiaries in the Group at market price, and the funds provided are recognised in equity under the item “Share premium reserve” in the Parent Company and “Other contributed capital” in the Group. Any gains and losses on the divestment of the subsidiary to employees are eliminated in the consolidated accounts against equity.

Group contributions

Received and paid Group contributions are recognised as appropriations.

Definitions of key performance indicators

Net sales

Main operating income, invoiced expenses, incidental revenue and revenue adjustments.

Profit/loss after financial items

Profit/loss after financial items and expenses, but before tax.

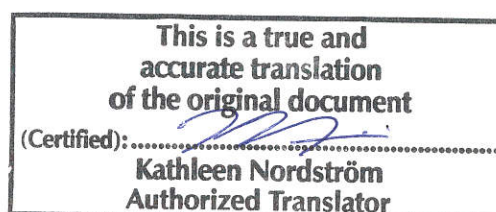
Equity/assets ratio (%)

Adjusted equity (equity and untaxed reserves less deferred tax) as a percentage of total assets.

Estimates and assessments

The preparation of financial statements and the application of accounting policies are often based on management’s assessments, estimates and assumptions that are considered reasonable at the time that they are assessed. These estimates and assessments are based on historical experience and a number of other factors considered to be reasonable under the current circumstances. The results of these are used to determine the carrying amounts of assets and liabilities that are not otherwise evident from other sources. The actual outcome may differ from these estimates and assessments. Estimates and assumptions are reviewed regularly.

No significant sources of uncertainty in estimates and assumptions on the balance sheet date are expected to cause a significant risk of a material adjustment to the carrying amounts of assets and liabilities during the next financial year.



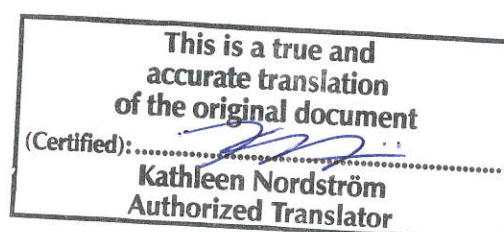
Note 1 Employees and personnel costs

Group

	2018	2017
Average number of employees		
Women	70	23
Men	69	24
	139	47
Salaries and other benefits		
Board and Managing Director	2,115,044	1,394,026
Other employees	76,858,465	23,085,817
	78,973,509	24,479,843
Social security expenses		
Pension costs for the Board and Managing Director	208,302	0
Pension costs for other employees	4,878,296	90,600
Other statutory and contractual social security contributions	23,866,555	7,706,698
	28,953,153	7,797,298
Less personnel costs capitalised as development expenditure	-5,882,448	-1,974,627
Total salaries, benefits, social security expenses and pension costs	102,044,214	30,302,514

Parent Company

	2018	2017
Average number of employees		
Women	31	11
Men	51	21
	82	32
Salaries and other benefits		
Board and Managing Director	2,115,044	1,394,026
Other employees	46,887,091	15,892,264
	49,002,135	17,286,290
Social security expenses		
Pension costs for the Board and Managing Director	208,302	0
Pension costs for other employees	3,215,045	82,553
Other statutory and contractual social security contributions	15,876,340	5,517,895
	19,299,687	5,600,448
Less personnel costs capitalised as development expenditure	-5,882,448	-1,974,627
Total salaries, benefits, social security expenses and pension costs	62,419,374	20,912,111



**Note 2 Profit from participations in Group companies
 Group**

	2018	2017
Loss on divestment of own warrants	-238,720	0
	-238,720	0

**Note 3 Interest income and similar profit/loss items
 Group**

	2018	2017
Other interest income	0	1,080
Exchange rate differences	5,425,896	-435,980
	5,425,896	-434,900

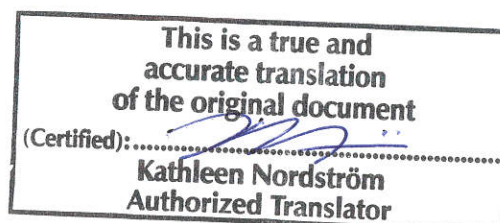
Parent Company

	2018	2017
Interest income	0	200
Exchange rate differences	5,087,675	-458,507
	5,087,675	-458,307

**Note 4 Capitalised expenditure for development and similar
 Group
 Parent Company**

The following expenses pertain to personnel costs for the company's ongoing development of the technical platform.

	31 Dec 2018	31 Dec 2017
Opening cost	4,766,251	2,791,624
Purchases	5,882,448	1,974,627
Closing accumulated cost	10,648,699	4,766,251
Opening amortisation	-1,554,798	-825,276
Amortisation for the year	-1,490,919	-729,522
Closing accumulated amortisation	-3,045,717	-1,554,798
Closing carrying amount	7,602,982	3,211,453



**Note 5 Equipment, tools, fixtures and fittings
 Group**

	31 Dec 2018	31 Dec 2017
Opening cost	28,848	0
Purchases	7,563,835	28,848
Closing accumulated cost	7,592,683	28,848
Opening depreciation	-3,532	0
Depreciation for the year	-845,256	-3,532
Closing accumulated depreciation	-848,788	-3,532
Closing carrying amount	6,743,895	25,316

Parent Company

	31 Dec 2018	31 Dec 2017
Opening cost	0	0
Purchases	2,468,369	0
Closing accumulated cost	2,468,369	0
Depreciation for the year	-673,059	0
Closing accumulated depreciation	-673,059	0
Closing carrying amount	1,795,310	0

**Note 6 Other non-current receivables
 Group**

	31 Dec 2018	31 Dec 2017
Opening cost	2,666,850	0
Additional receivables	2,569	2,666,850
Closing accumulated cost	2,669,419	2,666,850
Closing carrying amount	2,669,419	2,666,850

Parent Company

	31 Dec 2018	31 Dec 2017
Opening cost	2,666,850	0
Additional receivables	0	2,666,850
Closing accumulated cost	2,666,850	2,666,850
Closing carrying amount	2,666,850	2,666,850



**This is a true and
 accurate translation
 of the original document**

(Certified):.....
Kathleen Nordström
 Authorized Translator

**Note 7 Prepaid expenses and accrued income
 Group**

	31 Dec 2018	31 Dec 2017
Accrued income	29,267,492	21,737,763
Prepaid expenses	5,490,109	1,274,026
	34,757,601	23,011,789

Parent Company

	31 Dec 2018	31 Dec 2017
Prepaid expenses	4,211,191	1,190,365
	4,211,191	1,190,365

**Note 8 Accrued expenses and deferred income
 Group**

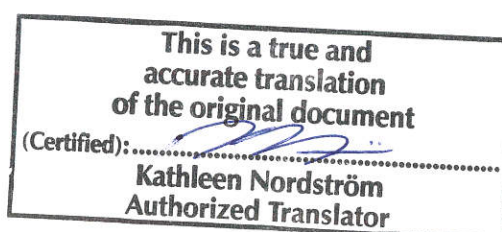
	31 Dec 2018	31 Dec 2017
Accrued salaries and holiday pay	11,897,973	5,018,476
Accrued social security contributions	4,095,789	1,546,097
Other accrued expenses	13,493,253	3,563,320
	29,487,015	10,127,893

Parent Company

	31 Dec 2018	31 Dec 2017
Accrued salaries and holiday pay	5,298,873	2,074,891
Accrued social security contributions	1,664,906	651,930
Other accrued expenses	4,389,223	1,482,987
	11,353,002	4,209,808

**Note 9 Intra-Group purchases and sales
 Parent Company**

	2018	2017
Share of total purchases during the year from other Group companies	1.53%	1.17%
Share of total sales during the year to other Group companies	100.00%	85.92%



**Note 10 Current and deferred tax
 Parent Company**

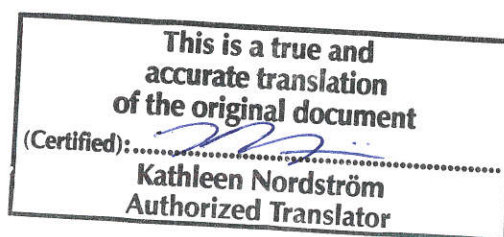
Loss carryforwards not recognised as deferred tax assets amounted to SEK 299,067,691.

Reconciliation of effective tax

	2018		2017	
	%	Amount	%	Amount
Loss before tax		-215,089,445		-66,460,909
Tax according to current tax rate	22.00	47,319,678	22.00	14,621,400
Non-deductible expenses	22.00	-605,964	22.00	-75,439
Other fiscal adjustments	22.00	537,152	22.00	404,123
Loss carryforwards where the tax value is no longer recognised as an asset	22.00	-47,250,866	22.00	-14,950,084
Recognised effective tax	0.00	0	0.00	0

**Note 11 Participations in Group companies
 Parent Company**

	31 Dec 2018	31 Dec 2017
Opening cost	5,050,000	50,000
Purchases	50,000	0
Shareholder contributions paid	0	5,000,000
Closing accumulated cost	5,100,000	5,050,000
Closing carrying amount	5,100,000	5,050,000



Note 12 Specification of participations in Group companies
Group

Name	Share of equity	Share of voting rights	No. of shares
Digital Medical Supply Sweden AB	100%	100%	1,000
Medical Supply Sweden AB	100%	100%	500
Digital Medical Supply Spain SL	100%	100%	3,000
Digital Medical Supply Norway AS	100%	100%	30,000
DMS Digital Medical Supply Germany GmbH	100%	100%	25,000
Digital Medical Supply France SARL	100%	100%	
Digisanté	100%	100%	
Digital Medical Supply UK Ltd	100%	100%	1

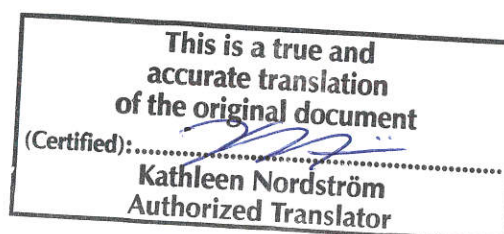
	Corp. Reg. No.	Domicile	Equity	Profit/loss
Digital Medical Supply Sweden AB	559051-2702	Stockholm	2,617,168	129,883
Medical Supply Sweden AB	559145-0191	Stockholm	49,388	-612
Digital Medical Supply Spain SL	B87678421	Spain	-6,267,516	-3,606,211
Digital Medical Supply Norway AS	918106030	Norway	-12,930,639	-8,467,119
DMS Digital Medical Supply Germany GmbH	HRB192856B	Germany	-949,155	-1,155,413
Digital Medical Supply France SARL	830543088	France	-10,460,781	-10,595,696
Digisanté	841464357	France	-1,191,942	-1,189,784
Digital Medical Supply UK Ltd ¹⁾	11126560	UK	-9,540,375	-9,746,021

1) The company is exempt from statutory local audit in the UK since a Parent Company guarantee has been issued in line with UK regulations. The company is included in the audit of the annual financial statements of the KRY International Group.

Parent Company

Name	Share of equity	Share of voting rights	No. of shares	Carrying amount
Digital Medical Supply Sweden AB	100%	100%	1,000	5,050,000
Medical Supply Sweden AB	100%	100%	500	50,000
				5,100,000

	Corp. Reg. No.	Domicile	Equity	Profit/loss
Digital Medical Supply Sweden AB	559051-2702	Stockholm	2,617,168	129,883
Medical Supply Sweden AB	559145-0191	Stockholm	49,388	-612



**Note 13 Appropriation of profit or loss
 Parent Company**

31 Dec 2018

Proposed appropriation of profits

The Board of Directors proposes that the available profit:

accumulated loss	-84,001,509
share premium reserve	805,072,029
loss for the year	-215,089,445
	505,981,075

be appropriated as follows:	
to be carried forward	505,981,075

Note 14 Pledged assets

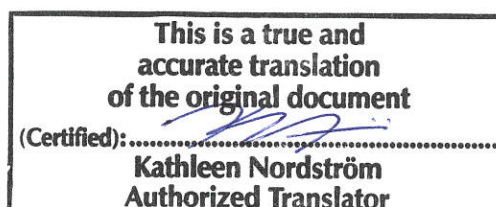
Group

Parent Company

31 Dec 2018

31 Dec 2017

Chattel mortgage	0	700,000
	0	700,000



Note 15 Auditors' fees

Group

Parent Company

Audit engagement refers to the audit of the annual accounts and accounting records and the Board of Directors' and Managing Director's administration, other tasks that the Company's auditors are required to perform as well as advice or other assistance occasioned by observations made in the course of such audits or the performance of such other tasks.

	2018	2017
Öhrlings PricewaterhouseCoopers AB		
Audit engagement	650,000	475,325
Tax advisory services	823,500	33,750
Other services	38,695	0
	1,512,195	509,075

Finnhammars Revisionsbyrå

Audit engagement

0	16,000
0	16,000



Stockholm, 23 May 2019

Rikard Lindström
Chairman

Fredrik Jung Abbou

Thies Sander

Fredrik Cassel

Sonali De Rycker

Martin Mignot

Johannes Schildt
Managing Director

Our audit report was submitted on

Öhrlings PricewaterhouseCoopers AB

Patrik Adolfson
Authorised Public Accountant

