

AD.UX

ADVERTISING AND USER EXPERIENCE

ANNUAL FINANCIAL STATEMENTS 2022

Joint-stock company with capital of € 1,569,481,25
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Profit and loss statements for Financial Years 2022 and 2021

<i>Thousand of €</i>	Notes	Dec. 31, 2022	Dec. 31, 2021
Revenue from ordinary activities		6	454
Other		1 937	1 794
Net turnover	Note 20	1 943	2 248
Self-constructed assets		12	81
Adjustments to depreciation and provisions		-	112
Other income		105	262
Operating revenue		2 060	2 703
Operating expenses from ordinary activities	Note 21	- 31	- 360
Other purchases and external charges		- 790	- 958
Taxes, levies and similar payments		- 44	- 24
Wages and salaries		- 1 109	- 1 214
Social security charges		- 454	- 310
Depreciation on fixed assets		- 115	- 141
Provisions and impairment		- 153	- 19
Other expenses		- 31	- 378
Operating expenses		- 2 728	- 3 403
Operating income		- 668	- 700
Financial revenue		76 281	13 327
Interest and similar expenses		- 214	- 189
Book value of transferred assets		- 67 591	- 11 918
Provisions and impairment		- 174	- 695
Other		- 11 177	- 1 016
Financial expenses		- 79 156	- 13 819
Financial net income	Note 22	- 2 875	- 492
Proceeds from sales of assets		-	-
On management operations		-	105
Reversal of provisions		2 665	-
Extraordinary revenue		2 665	105
Book value of transferred assets		-	- 81
On management operations		-	2
Provisions and impairment		-	-
Extraordinary expenses		-	- 79
Extraordinary net result	Note 23	2 665	26
Net income before taxes		- 878	- 1 166
Taxes	Note 24	110	320
Net income		- 767	- 845

Balance sheets at December 31st, 2022 and December 31st, 2021

ASSETS - in thousands of euros	Notes	Dec. 31, 2022			Dec. 31, 2021
		Gross	Amort. and deprec.	Net	Net
Concessions, patents and software		10 174	10 020	155	214
Corporate goodwill		-	-	-	-
Intangible assets in progress		-	-	-	19
Intangible fixed assets	Note 4	10 174	10 020	155	233
Property, plant and equipment		58	46	11	19
Other property, plant and equipment		1 559	1 543	15	26
PPE	Note 5	1 617	1 590	27	44
Affiliates		19 445	10 097	9 348	12 013
Receivables related to affiliates		-	-	-	-
Deposits and sureties		17	-	17	17
Treasury shares		54	43	11	16
Other financial assets		35	-	35	35
Long-term investments	Note 6	19 551	10 140	9 411	12 081
Total fixed assets		31 342	21 750	9 593	12 359
Trade notes and accounts receivable.	Note 7	9 287	1 213	8 074	8 305
Other receivables	Note 8	15 941	2 280	13 661	19 187
Receivables		25 228	3 493	21 735	27 493
Short-term investment securities		74	-	74	77
Liquid assets		40	-	40	289
Cash and cash equivalents	Note 9	114	-	114	366
Prepaid charges	Note 10	35	-	35	28
Deferred charges		-	-	-	-
Unrealized foreign exchange losses	Note 11	-	-	-	26
					-
Total current assets		25 377	3 493	21 884	27 913
					0
Total assets		56 719	25 243	31 476	40 272

Balance sheets at December 31st, 2022 and December 31st, 2021

LIABILITIES - in thousands of euros	Notes	Dec. 31, 2022	Dec. 31, 2021
Share capital and proprietorship accounts		1 569	1 569
Bond, merger and share premiums		12 723	12 723
Retained earnings		-7 759	-6 913
Reserves		423	423
Profit or loss for the financial year		-767	-845
Tax-regulated provisions		105	2 769
Shareholders' equity	Note 12	6 294	9 726
Provisions for risks and expenses	Note 13	272	196
Borrowings from credit institutions	Note 12	146	600
Trade receivables and payables	Note 15	12 007	12 462
Taxation and social liabilities		1 434	1 529
Debts on fixed assets	Note 16	7	40
Other liabilities	Note 17	11 317	13 829
Operating liabilities		24 764	27 860
Unrealized foreign exchange gains	Note 18	-	1 890
Deferred income		-	0
Total liabilities		31 476	40 272

Note on the AdUX SA's financial statements

The individual financial statements for the year ended 31 December 2022 have been prepared in accordance with legal and regulatory requirements as currently applicable in France.

They were closed off by the Board of Directors on April 04th, 2023 and will be submitted for approval at the forthcoming Annual General Meeting which will rule on the closed accounts on December 31st, 2022.

AdUX S.A. ("AdUX" or "the Company") is a company domiciled in France. The registered office of the Company is located at 27, Rue de Mogador, 75009 PARIS. The company is the holding of the AdUX Group, whose subsidiaries have a media sales activity.

Note 1. Highlights Of FY 2022

The Ordinary General Meeting of the AdUX Group, held on January 11th, 2022, adopted all the resolutions proposed by the Board of Directors as indicated in the press release of the same day, including :

- The appointment of Mr. Ben Van de Vrie as Director to replace Mr. Trond Dale, who resigned as Director and Chairman of the Board of Directors; and
- The appointment of Azerion as a director, whom has appointed Mr. Joost Merks as its permanent representative on the Board of Directors.

The Board of Directors is now composed of four members:

- Ms. Catharina Hillström, independent director
- Ms. Kyra Steegs, director
- Azerion, represented by Mr. Joost Merks
- Mr. Ben Van de Vrie, independent director and Chairman of the Board of Directors

Other events of the period

On December 6th, 2022, Allopass Scandanivia AB was dissolved.

On December 7th, 2022, Group Hi-media USA and Hi-Media LLC were dissolved.

Note 2. Subsequent event to December 31st, 2022

Nothing to report.

Note 3. Accounting principles and methods

The financial statements are presented in accordance with French generally accepted accounting principles and reflect the ANC 2015-05 of December 28th, 2015 concerning the standard accounting practices. This regulation aims to clarify the terms and conditions for the recognition of forward financial instruments and hedging transactions.

The following accounting policies have been adopted by the Company:

3.1. Going concern assumptions

The macro-economic context (in particular the Ukraine – Russia war) had created uncertainty about operational. In 2023, given the operational perspectives, the AdUX Group considers that it will be able to meet the deadlines to come in the next 12 months, in particular thanks to the financial support contributed by its majority shareholder.



3.2. Intangible assets

Software and licenses acquired by the Company are recorded on the balance sheet at their acquisition value and depreciated over their estimated useful lives, between 3 and 5 years.

Brands acquired by the Company are recorded on the balance sheet at their acquisition value. They are not subject of amortization. They are depreciated if the operating conditions require so.

According to the CNC (French accounting authority) (avis 2004-15) on assets development costs must meet the six following criteria to be capitalized:

- Technical feasibility of the project
- Intention to complete the project
- Commercial success
- Future economic benefits
- Financial feasibility – resources to complete, and use and sell the product
- Reliable cost evaluations

Business assets are recorded at their acquisition cost and may be depreciated if their market value is less than their book value at year end.

3.3. Property, plant and equipment

Fixed assets are stated at its acquisition cost and are depreciated over the useful lives as follows:

Fixtures and fittings	6 to 8 years	Straight-line
Furniture	4 to 8 years	Straight-line
Office and computer equipment	3 years	Straight-line

3.4. Permanent financial investments and current accounts of subsidiaries

The gross value of subsidiaries is either acquisition cost or the amount of capital used on their constitution.

The cost of acquisition of equity interests incurred were capitalized and amortized over a period of five years through an accelerated depreciation.

A provision for impairment of securities and current accounts can be made when the going concern value, determined at the close of each fiscal year falls below their book value.

The value in use is calculated on the basis of the method of discounted cash flows on the basis of the Group's forecasts for 4 years, and of a terminal value discounted to infinity. The main assumptions in order to determine the value of the cash generating units are as follows:

- discount rate for Europe: 11.6% (11.2% in 2021),
- long-term growth rate: 2.5% (2.5% in 2021),
- growth rate of sales: between 3% and +22.1% per year during the period 2023-2026 (-43.8% et + 19.6% in 2021), among countries and activities and new products launch.

A sensitivity analysis calculating the variation in key parameters (discount rate, long-term growth, EBITDA rate and revenue growth rate) did not point to any likely scenario in which the recoverable value of a CGU will become less than its book value.

3.5. Receivables and related accounts

Receivables are measured at their nominal value and a provision for impairment is established when a specific loss appears likely.

3.6. Short-term investment securities

Short-term investment securities are stated in the balance sheet at their acquisition value. When their inventory value is less than their acquisition cost, A provision for impairment is made for to cover the difference. Unrealized gains at the close are not recorded in the income statement.

3.7. Treasury shares

A provision for impairment of treasury shares is recognized when the book value exceeds the net asset value equal to the average share price over the last month before the end of the year.

3.8. Provisions for risks and expenses

A provision is recorded when a legal or constructive obligation to a third party arising from a past event will certainly or probably result in an outflow of resources without corresponding inflow for the Group that can be measured reliably. Provisions are reviewed at the end of each reporting period and adjusted where necessary to reflect the best estimate of the obligation as of that date.

3.9. Recognition of revenue billed to advertisers

The company's revenue breaks down mainly as follows:

Revenue from ordinary activities – Not applicable for the year ended 31 December 2022

- ✓ Billing of products from the marketing of advertising space on behalf of its subsidiaries.

AdUX S.A. may have cause to invoice revenue from contracts for the sale of advertising space on behalf of its subsidiaries. Its subsidiaries provide for the placing online and the circulation of advertising objects on one or more available media, over a period of time. The value of the contracts depends on the number of page views requested by the advertiser or the number of clicks/actions.

Advertising space can be sold over the counter, signified by the signing of purchase orders, or on automated platforms where bidding is carried out in real time (RTB).

For contracts completed by the closing date, the revenue recognized in the income statement is the value of the contract or the value of the number of viewed pages (clicks or actions) if it is less than that specified in the contract.

For contracts outstanding at the reporting date, the revenue recognized to date is:

- either the value of the number of pages (clicks or actions) actually seen in the closing date if the number of viewed pages (clicks or actions) is less than or equal to that provided under the contract.
 - or the value of the number of viewed pages (clicks or actions) in the contract if the number of pages (clicks or actions) actually seen is higher than that under the contract.
- ✓ Recharge of websites expenses or the costs generated on automated platforms invoiced to AdUX on behalf of its subsidiaries.

Other revenue

- ✓ Recharge to its subsidiaries of Management fees, Brand fees and operating expenses incurred on behalf of its subsidiaries;

3.10. Presentation of expenses to purchase spaces in the income statement

Space-buying fees billed by editors to Hi-Media are presented as operating expenses. The difference between the revenues billed by Hi-Media for advertisers and the space-buying fees billed by publishers to Hi-Media represent the commission fee perceived by Hi-Media.

Expenses relating to purchases of advertising space correspond mainly to the cost of purchasing space invoiced by the media to AdUX. In certain cases, AdUX can centralize the billing of expenses for purchases of advertising space invoiced by the media for several AdUX S.A. subsidiaries (see "Revenue").

In such cases, when AdUX receives the revenue derived from advertising sales contracts on behalf of its subsidiaries, the subsidiaries subsequently bill AdUX for their share of the revenue. As a result, these rebilling expenses appear in this category in the income statement.

3.11. Corporate tax

The corporate tax is recognized using the method of tax payable. It is not reflected in the income statement of future effects of the temporary tax differences.

3.12. Retirement benefits

Pension obligations on December 31st, 2022, calculated on the basis of the collective agreement in force in the Company and of information about the personnel in the Company at the close, are presented in off-balance sheet commitments.

Note 4. Intangible assets

Changes in gross values are as follows:

<i>In thousands of euros</i>	Dec. 31, 2021	Increase	Decrease	Dec. 31, 2022
Software and licenses	10 066	35	-	10 101
AdUX Trademarks	74	-	-	74
Customer relations	-	-	-	-
Fixed assets in progress	19	19	39	-
Total	10 159	54	39	10 174

Software includes the commissioning of the IT developments of the previous year and the current year. Constructions in progress refer to internal IT developments.

Changes in depreciation and provisions for impairment are as follows:

<i>In thousands of euros</i>	Dec. 31, 2021	Increase	Decrease	Dec. 31, 2022
Software and licenses	9 925	94	-	10 020
AdUX Trademarks	-	-	-	-
Customer relations	-	-	-	-
Fixed assets in progress	-	-	-	-
Total	9 925	94	0	10 020

Changes in net values are as follows:

<i>In thousands of euros</i>	Dec. 31, 2021	Dec. 31, 2022
Software and licenses	140	81
AdUX Trademarks	74	74
Customer relations	-	-
Fixed assets in progress	19	-
Total	233	155

Note 5. Property, plant and equipment

Changes in gross values are as follows:

<i>In thousands of euros</i>	Dec. 31, 2021	Increase	Decrease	Dec. 31, 2022
Fixtures and fittings	58	-	-	58
Office and computer equipment	1 293	3	-	1 296
Furniture	263	-	-	263
Total	1 613	3	-	1 617

Changes in depreciation are as follows:

<i>In thousands of euros</i>	Dec. 31, 2021	Increase	Decrease	Dec. 31, 2022
Fixtures and fittings	39	7	-	46
Office and computer equipment	1 273	10	-	1 284
Furniture	256	3	-	260
Total	1 569	21	-	1 590

Changes in net values are as follows:

<i>In thousands of euros</i>	Dec. 31, 2021	Dec. 31, 2022
Fixtures and fittings	19	11
Office and computer equipment	19	12
Furniture	7	3
Total	44	27

Note 6. Long-term investments

Changes in gross values are as follows:

<i>In thousands of euros</i>	Dec. 31, 2021	Increase	Decrease	Dec. 31, 2022
Equity investments	86 999		67 554	19 445
Receivables related to affiliates	0			0
Deposits and sureties	17			17
Treasury shares	54			54
Other	35			35
Total	87 105	0	67 554	19 551

The main variations are related to:

- the disposal of Group Hi-media USA, following its liquidation, for € 67,544k,
- the disposal of Allopass Sweden, following its liquidation, for € 10k

On December 31st, 2022, AdUX held 7,708 of its own shares (excl. liquidity contract)

Changes in depreciation are as follows:

<i>In thousands of euros</i>	Dec. 31, 2021	Increase	Decrease	Dec. 31, 2022
Equity investments	74 986		64 889	10 097
Receivables related to affiliates	0			0
Deposits and sureties				
Treasury shares	38	5		43
Other				
Total	75 024	5	64 889	10 140

Changes in net values are as follows (see Note 29):

<i>In thousands of euros</i>	Dec. 31, 2021	Dec. 31, 2022
Equity investments	12 013	9 348
Receivables related to affiliates	0	0
Deposits and sureties	17	17
Treasury shares	16	11
Other	35	35
Total	12 081	9 411

Note 7. Receivables and related accounts

Trade receivables and payables are as follows:

<i>In thousands of Euros</i>	Dec. 31, 2022	Dec. 31, 2021
Customers	7 828	8 300
Invoices to be established	1 459	1 172
Receivables	9 287	9 472
Provision for impairment of receivables	-1 213	-1 167
Net receivables	8 074	8 305

The item "Customers" is mainly composed of invoices issued to AdUX Group subsidiaries for €5,496 k, not settled as of December 31st, 2022.

Invoices to be established correspond to the services rendered to the subsidiaries of the AdUX Group that were not yet billed on December 31st, 2022.

Third-party receivables and related accounts are mainly for a term of less than one year.

The provision for depreciation corresponds mainly to debt dues for which recoverability represents a risk at December 31st, 2022. Group receivables have no risk of non-recovery and are therefore not provisioned.

All receivables detailed above have a maturity of less than one year.



Note 8. Other receivables

Other receivables were as follows:

<i>In thousands of Euros</i>	Dec. 31, 2022	Dec. 31, 2021
Supplier down payments and credit notes receivable	126	60
Other receivables	13 894	24 423
Value-added tax	1 886	1 866
Receivables on the factor including guarantee funds	35	6
Total other receivables	15 941	26 354
Provision for doubtful accounts	-2 280	-7 167
Total other receivables, net	13 661	19 187

The item "Other receivables" corresponds to €13,894k to current account of subsidiaries which are detailed in the table of subsidiaries and shareholdings. These current accounts are depreciated up to €2,280k composed by the following :

- €1,983k corresponding to the depreciation of the current account with AdPulse SAS,
- €297k corresponding to the depreciation of the current account with Quantum Advertising España SL.

Current accounts from the cash pooling between subsidiaries amount to €1,446k on December 31st, 2022.

All the other receivables detailed above have a maturity of less than one year.

Note 9. Cash and cash equivalents

<i>In thousands of Euros</i>	Dec. 31, 2022	Dec. 31, 2021
Short-term investment securities	-	0
Treasury shares	74	77
Other shares	-	0
Liquid assets	40	289
Cash and cash equivalents	114	366
Provision for impairment of treasury shares	0	0
Net cash and cash equivalents	114	366

Within the framework of the liquidity contract, AdUX holds 53,077 of its own shares.

In 2022, the company acquired 76,722 shares at an average price of € 1.97 and sold 61,184 shares at an average price of € 2.04.

Note 10. Deferred charges

This section only contains operating expenses related to the standard business execution.

Note 11. Unrealized foreign exchange losses

Invoices received and issued in foreign currencies are translated into euros at the rate prevailing on the date of initial recognition. Foreign-currency payable / receivables and cash are translated using the exchange rate prevailing as of 31 December.

Unrealized foreign currency losses are fully covered by a provision, accordingly with French regulatory requirements.



As of December 31st 2021, unrealized foreign exchange loss for € 26 k corresponds to the current-account with HiMedia LLC in currency for € 18 k.

Note 12. Shareholders' equity

12.1. Changes in equity

The following changes were recorded in equity during the year:

<i>In thousands of Euros</i>	Share capital	Issue premium	Reserves	Retained earnings	Profit or loss for the financial year	Tax-regulated provisions	Total
Dec. 31, 2021	1 569	12 723	423	- 6 913	- 845	2 769	9 726
Dividends							
Allocation of income				- 845	845		-
Capital increase	-		-				-
Capital decrease	-						-
Income for the period					- 767		- 767
Other changes			-			- 2 665	- 2 665
Dec. 31, 2022	1 569	12 723	423	- 7 759	- 767	105	6 294

12.2. Share capital

On December 31st 2022, the share capital consists of 6,277,925 actions with a nominal value of €0.25 for each.

12.3. Stock option plan and allocations of bonus shares

12.3.1. Stock options

	Plan n°11	Plan n°12	Total
Meeting date	03 May 11	03 May 11	
Date of Board of Directors meeting	31 jan. 12	27 Aug. 2012	
Total number of shares allocated (before distribution of the HiPay and consolidation shares)	385 000	105 000	490 000
Total number of shares available for subscription	159 620	64 600	224 220
Including number of shares that could be acquired by executive officers	16 317	0	16 317
Including number of shares that could be acquired by the ten leading employee	159 620	0	159 620
Beginning of exercise of the options	31 jan. 14	27 Aug. 2014	
Date of expiration	31 jan. 22	27 Aug. 2022	
Subscription price (in euros) (1)	2,13	1,93	
Number of options subscribed to on Dec. 31st, 2020	-	-	

Data after share consolidation and after adjustment resulting from the distribution of HiPay securities : (2)	Plan n°11	Plan n°12	Total
Options cancelled during the period	27 618	10 907	38 525
Total number of shares available for subscription after the closing	0	0	0
Including number of shares that could be acquired by executive officers	0	0	0
Including number of shares that could be acquired by the ten leading employee	0	0	0
Subscription price (in euros)	12,31	11,43	

- (1) Subscription price of the calculated options on the day of allocation of the options and corresponding to the weighted average of the market prices for the last twenty trading sessions (for certain plans, a 5% reduction has been applied).
- (2) As part of the distribution of 80% of HiPay Group's shares in June 2015, the company adjusted the subscription price of the options to take into account the effect of this distribution on the share price Hi-Media.
The company also adjusted the number of allocated options to preserve the rights of allottees.
Finally, the number of options takes into account the grouping of shares made in July, 2015 with a parity of 1 new action for 15 old actions.
- (3) Following the completion of the capital increase on December 30th, 2019, the rights of the option holders were adjusted according to the conditions set out in b) of 1° of article R.228-91 of the Commercial Code.

The number of options and the weighted average of the exercise prices are as follows:

	Dec. 31, 2022		Dec. 31, 2021	
	Options	Weighted average exercise price	Options	Weighted average exercise price
Options in circulation at the opening	38 524	12,06	38 524	12,06
Options allocated during the period	-	-	-	-
Options exercised during the period	-	-	-	-
Options cancelled during the period	38 524	11,87	-	-
Options in circulation at the close	-	0,00	38 524	12,06
Options that could be exercise at the close	-	0,00	38 524	12,06

Note 13. Provisions

<i>In thousands of Euros</i>	Dec. 31, 2021	Allocation	Reversal	Dec. 31, 2022
Provisions for disputes	0			0
Provision for unrealized foreign exchange losses	26		26	0
Other risk provisions	170	102		272
Total Other risk provisions	196	102	26	272
Provision for expenses				0
Total	196	102	26	272

Note 14. Borrowings from credit institutions

<i>In thousands of Euros</i>	Dec. 31, 2022	Dec. 31, 2021	Issue currency	Expiration	Effective rate
Zero rate loan for innovation	120	600	EUR	2023	0%
Tax Credit Funding	-	-	EUR	2020	Variable
Azerion loans	-	-	EUR	2021	Variable
Credit bank accounts	26	-	EUR	2023	Variable
Total	146	600			

Following the measures implemented as support for companies due to the Covid-19 health crisis, the BPI has automatically postponed the deadlines by 6 months for the zero-rate loan for innovation, the last deadline will therefore be the March 31, 2023.

Note 15. Trade payables and related accounts

Trade payables and related accounts are as follows:

<i>In thousands of Euros</i>	Dec. 31, 2022	Dec. 31, 2021
Suppliers	11 394	11 422
Invoices to be received	614	1 040
Total	12 007	12 462

Accounts payable primarily include publisher billings to AdUX that have not yet been paid at the closing.

All the supplier debts presented above have a maturity of less than one year.

Note 16. Debts on fixed assets

All fixed asset debts have a maturity of less than one year.

Note 17. Other liabilities

Other liabilities mainly relate to current account payables vis-à-vis the subsidiaries for €11,096k.

It also includes payables to customers and accrued credit notes for € 218k.

All other debts have a maturity of less than one year.

Note 18. Unrealized foreign exchange gains

Invoices received and issued in foreign currencies are translated into euros at the rate prevailing on the date of initial recognition. Foreign-currency payable / receivables and cash are translated using the exchange rate prevailing as of 31 December.

As of December 31st, 2022, the unrealized foreign exchange gains are nil. As of December 31st, 2021, unrealized foreign exchange gains, which amount to €1,890k, exclusively related to Group Hi-Media USA, are composed of foreign exchange gains on Group current accounts.

Note 19. Accrued income and expenses

ASSETS - in thousands of euros	31-déc.-22	31-déc.-21
Receivables related to affiliates		
Other long-term investments		
Receivables and related accounts	1 459	1 172
Fiscal and social receivables	0	1
Other receivables	19	26
Cash	0	0
Total	1 478	1 199

LIABILITIES - in thousands of euros	31-déc.-22	31-déc.-21
Borrowings from credit institutions		
Other borrowings	0	62
Trade receivables and payables	614	1 040
Fiscal and social liabilities	270	418
Debts on fixed assets		
Other liabilities	0	0
Total	884	1 519

Note 20. Turnover**20.1. By activity**

<i>in thousands of Euros</i>	Dec. 31, 2022	Dec. 31, 2021
Third-party revenue from activities	0	295
Intragroup revenue from activities	6	159
Other	1 937	1 794
Total	1 943	2 248

« Other » revenue mainly concerns recharge to Group subsidiary of management fees, brand fees and various operation expenses supported on their behalf.

20.2. By geographical area

<i>in thousands of Euros</i>	Dec. 31, 2022	Dec. 31, 2021
France	489	779
Export	1 454	1 470
Total	1 943	2 248

Note 21. Operating expenses from ordinary activities

Operating expenses from activities are as follows:

<i>in thousands of Euros</i>	Dec. 31, 2022	Dec. 31, 2021
External operating expenses from activities	26	278
Intragroup operating expenses from activities	6	82
Total	31	360

Note 22. Financial net income**22.1. Financial expenses**

<i>In thousands of Euros</i>	Dec. 31, 2022	Dec. 31, 2021
Interest charges	214	189
Depreciation and impairment of equity investments in subsidiaries and receivables related	0	0
Other depreciation and impairment of financial assets	174	695
Abandoned or unclaimed accounts	0	0
Other financial charges	78 768	12 934
Financial expenses	79 156	13 819

Other financial charges consist mainly of the disposal of the Group Hi-media USA equity for € 64,889k and this subsidiary current account write-off for € 10,507k.

22.2. Financial revenue

<i>In thousands of Euros</i>	Dec. 31, 2022	Dec. 31, 2021
Interest on current accounts	223	280
Reversal of provisions of the securities	64 889	11 930
Revenues from equity investments	0	0
Other	11 170	1 117
Financial revenue	76 281	13 327

The item "Other" mainly consists of the profits associated with the disposal of the Hi-media Italia SRL securities for € 11,117k.

The reversals of provision for securities mainly concern the disposal of Group Hi-Media USA securities liquidated during the year for € 64,889k.

Note 23. Extraordinary result

In 2022, extraordinary income consists of the Group Hi-Media USA tax-regulated provisions reversal.

In 2021, extraordinary income is not significant.

Note 24. Corporate tax

AdUX is head of a tax consolidation group consisting of its French subsidiaries owned at more than 95%: Adpulse SAS, Azerion France SARL, Admove SASU and Quantum SASU. The tax treaty provides that the tax burden is supported by the subsidiary, as in the absence of tax consolidation.

The tax benefit related to tax losses of subsidiaries retained at AdUX France SA, is considered an immediate gain for the year at AdUX SA.

<i>In thousands of Euros</i>	Dec. 31, 2022	Dec. 31, 2021
Income tax expense incurred by the tax group (net of tax credits)	0	0
Income tax credit/(expense) receivable from companies entitled to tax credits	110	320
Income tax credit/(expense) from prior periods		
Net change in provision for income taxes		
Income taxes	110	320
Profit before tax and profit-sharing	-878	-1 166
Effective tax rate	-13%	-27%

As of December 31st 2022, the tax profit of € 110k consists of € 89k income tax credit receivable from Admove and € 22k income tax credit receivable from Quantum.

As of December 31st 2021, the tax profit of € 320k consists of € 67k income tax credit receivable from Azerion France and € 254k income tax credit receivable from Quantum.

Information on the deferred or latent tax situation:

<i>In thousands of Euros</i>	Dec. 31, 2022	Dec. 31, 2021
Offsets		
Investment subsidies		
Unrealized foreign exchange gains	0	1 890
Extraordinary depreciation	0	0
Temporary non-deductible expenses		
Temporary non-taxable income		
Expenses deducted or taxable income for tax purposes and not yet recognized		
Items to be charged		
Tax loss carryovers	0	1 890

Tax rate applicable in 2022 for the calculation of deferred or latent taxes: 26,50 %

Note 25. Off balance sheet commitments

25.1. Commitments received

On June 28th 2018, AdUX granted to Admoove a current account withdrawal of 1,500,000.00 €. This current account withdrawal was granted with a return to better fortune clause, namely the recognition of the excess of Admoove's carry forward amount of the canceled receivable, without duration limited.

Within the frame of the establishment of its 2020 Annual Accounts, AdUX granted to AdPulse a current account withdrawal of 1,569,821.00 €. This current account withdrawal was granted with a return to better fortune clause, namely the recognition of the excess of AdPulse's carry forward amount of the canceled receivable, without duration limited.

25.2. Off-balance sheet liabilities

Nothing to report.

25.3. Staff benefits

Pension liabilities: On December 31st, 2022, the amount of the liability was estimated at € 55k and accounted for actuarial elements.

The actuarial assumptions used are as follows :

- Discount rate : 3.70%
- Wage growth rate : between 3.5% and 1.5% depending on the staff age
- Retirement age of executive employees : 67 years
- Retirement age of non-executive employees : 62 years
- Staff turnover rate : 14.83%
- Mortality rate table : between 91.0% and 96.2% depending on the staff age

Note 26. Disputes

Some labor relations litigations have arisen with former employees disputing the legitimacy of their dismissals. The company has set aside the provisions which considered necessary in the light of its judgment of the justification for the plaintiffs' demands.

Note 27. Staff

The average number of staff stood at 14 employees in 2022 against 18 employees in 2021.

Note 28. Officers and directors**28.1. Executive corporate officers**

<i>in thousands of Euros</i>	31 Dec.2022	31 Dec.2021
Short term employee benefit (including benefits)	100	169
Short term employee benefit (including benefits) paid for the precedent period	-	-
Non current benefit	-	-
Post-employment benefits	-	-
Other long-term benefits	-	-
Providing termination benefits	-	-
Sharebased payment	-	-
Total	100	169

As a reminder, in 2021 the Group has appointed Mr. Mickaël Ferreira as Chief Executive Officer as of August 1st, 2021 for an indefinite period, replacing Mr. Salih Hikmet Cosgun.

28.2. Non-executive corporate officers

The remuneration of non-executive officers is only composed of attendance fees for € 31,725.

Note 29. Table of subsidiaries and affiliates

Corporate name	Address	Operating currency	Share capital ⁽¹⁾	Equity excluding net income and other than capital ⁽¹⁾	% direct holding	Securities	
						Gross value ⁽²⁾	Net value ⁽²⁾
AdUX Benelux SPRL	Av. Arnaud Fraiteur 15-23 1050 Ixelles	EUR	66	434	100%	277	277
Azerion France SARL	27 rue de Mogador, 75009 Paris	EUR	1 141	2 159	100,0%	9 484	3 069
Admoove SASU	27 rue de Mogador, 75009 Paris	EUR	130	- 2 712	100,0%	2 172	2 172
Hi-media Nederland BV	P/a Catharina van Renneslaan 12, 1217 NJ Hilversum, The Netherlands	USD	20	1 141	100,0%	962	962
AdPulse SAS	27 rue de Mogador, 75009 Paris	EUR	646	- 2 148	100,0%	646	-
Quantum SAS	27 rue de Mogador, 75009 Paris	EUR	50	- 4 765	100,0%	2 984	2 984
Quantum Publicidad, S.L. Unipersonal	Orense, nº 6. 1º 3, 28020 Madrid, Spain	EUR	1 417	- 1 684	100,0%	190	190

⁽¹⁾ in thousands of operating monetary units

⁽²⁾ in thousands of Euros

Corporate name	Sales excluding taxes last financial year ⁽¹⁾	Income (profit or loss for the last financial year) ⁽¹⁾	Dividends received by the company during the year ⁽²⁾	Average exchange rate	Date of creation or acquisition
AdUX Benelux SPRL	1 252	-74			14.03.08
Azerion France SARL	4 560	-128			13.05.02
Admoove SASU	4 564	1 086			02.12.11
Hi-media Nederland BV	0	0			31.08.09
AdPulse SAS	0	0			02.12.14
Quantum SAS	6 135	1 113			23.04.14
Quantum Publicidad, S.L. Unipersonal	1 235	50		0,00	10.04.19

⁽¹⁾ in thousands of operating monetary units

⁽²⁾ in thousands of Euros

Note 30. Consolidation

AdUX SA is a consolidated subsidiary of Azerion Holding BV, which control 100% of AdUX mother company, Azerion Tech Holding BV, located in the Netherlands, Boeing Avenue 30, 1119 PE Schiphol-Rijk.

Given the control percentage, AdUX SA s consolidated in the consolidated financial statements of the Azerion Holding BV, using the full consolidation method.