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Entity details

Entity

byFounders VC SPV III K/S
Kanonbaadsvej 2
1437 Copenhagen K

Business Registration No.: 45720373

Date of foundation: 01.07.2025

Registered office: Copenhagen

Financial year: 01.07.2025- 31.12.2025

Executive Board in byFounders VC General Partner II ApS

Eric Lagier

Jacob Busck Andersen

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

2300 Copenhagen S

General Partner

byFounders VC General Partner II ApS

Fund Manager

byFounders VC Management II ApS

Statement by Management

The Executive Board has today considered and approved the annual report of byFounders VC SPV III K/S for the financial year 01.07.2025 - 31.12.2025.

The annual report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2025 and of the results of its operations for the financial year 01.07.2025 - 31.12.2025.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for adoption at the Annual General Meeting.

Copenhagen, 16.04.2026

Executive Board on behalf of byFounders VC General Partner II ApS

Eric Lagier

Jacob Busck Andersen

Independent auditor's report

To the shareholders of byFounders VC SPV III K/S

Opinion

We have audited the financial statements of byFounders VC SPV III K/S for the financial year 01.07.2025 - 31.12.2025, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2025 and of the results of its operations for the financial year 01.07.2025 - 31.12.2025 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of the financial statements" section of this auditor's report. We are independent of the Entity in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's responsibilities for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Danish Financial Statements Act, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Entity's ability to continue as a going concern, for disclosing, as applicable, matters related to going concern, and for using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material

misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements, and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures in the notes, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information

required by relevant laws and regulations.

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Based on the work we have performed, we conclude that the management commentary is in accordance with the financial statements and has been prepared in accordance with the requirements in the relevant laws and regulations. We did not identify any material misstatement of the management commentary.

Copenhagen, 16.04.2026

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Símun Petur Arge Poulsen

State Authorised Public Accountant
Identification No (MNE) mne51489

Management commentary

Primary activities

The objective of byFounders VC SPV III K/S ("the Entity") is to generate returns by making, monitoring, developing and realising investments in small and medium-sized, innovative technology startups, either directly or through wholly-owned or partially owned holding companies. It is the Entity's first financial year.

Development in activities and finances

The Entity's income statement shows a gain of USD 35,860 thousand for the year and at 31.12.2025, the balance sheet of the Entity shows equity of USD 50,491 thousand.

Since its establishment and up to 31.12.2025, the Entity has made an investment in Lovable Labs Incorporated, which remains an active investment as at the reporting date. The value of this investment depends both on the financial performance of Lovable Labs Incorporated and on market-based valuations used to determine the price of the unlisted shares. Consequently, the future financial results of the Entity are dependent on the development in the value of its investment in Lovable Labs Incorporated.

Uncertainty relating to recognition and measurement

byFounders VC SPV III K/S invest in unlisted companies where marketability and earnings are determined by the development in market conditions, and assessments and estimates are included in the calculation of the fair value.

Therefore, there is uncertainty associated with the calculation of the fair value of the portfolio companies. Please refer to Note 2 for a more detailed description.

Events after the balance sheet date

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.

Income statement for 2025

	Notes	2025 USD
Gross profit/loss		(36,845)
Income from other fixed asset investments	1	35,885,282
Other financial income		11,805
Other financial expenses		(213)
Profit/loss for the year		35,860,029
Proposed distribution of profit and loss		
Retained earnings		35,860,029
Proposed distribution of profit and loss		35,860,029

Balance sheet at 31.12.2025

Assets

	Notes	2025 USD
Other investments		44,115,129
Financial assets	2	44,115,129
Fixed assets		44,115,129
Cash		6,412,746
Current assets		6,412,746
Assets		50,527,875

Equity and liabilities

	Notes	2025 USD
Contributed capital		14,631,000
Retained earnings		35,860,029
Equity		50,491,029
Payables to associates		1,500
Other payables		35,346
Current liabilities other than provisions		36,846
Liabilities other than provisions		36,846
Equity and liabilities		50,527,875
Employees	3	
Contingent liabilities	4	
Assets charged and collateral	5	

Statement of changes in equity for 2025

	Contributed capital USD	Retained earnings USD	Total USD
Increase of capital	14,631,000	0	14,631,000
Profit/loss for the year	0	35,860,029	35,860,029
Equity end of year	14,631,000	35,860,029	50,491,029

The Partners have committed themselves to contributing up to USD 14,631 thousand into the Entity, when new capital is required for making investments, paying fund costs etc.

Of the total committed capital, the Partners have paid-in net USD 14,631 thousand at 31.12.2025, and the remaining contribution is USD 0.

Notes

1 Income from financial assets

Income from financial assets comprises a fair value adjustment amounting to USD 31,417 thousand, as disclosed in Note 2, together with realised gains of USD 4,468 thousand.

2 Financial assets

	Other investments USD
Disposals on divestments etc.	(1,801,982)
Additions	14,499,822
Cost end of year	12,697,840
Revaluations for the year	31,417,289
Revaluations end of year	31,417,289
Carrying amount end of year	44,115,129

As of 31.12.2025, other investments include the Entity's active unlisted equity investment in Lovable Labs Incorporated. The Entity's investment in Lovable Labs Incorporated is valued based on the Series B capital round completed in December 2025.

The recognition and measurement of the other investment involve inherent uncertainty, as this investment is an unlisted equity holding in a venture company. Valuing such investments is subject to limited marketability, the absence of quoted market prices, and the influence of various factors on the company's financial performance and liquidity.

The Entity's investment is classified as an unlisted equity investment, and its recognition and measurement involve a degree of uncertainty. The ability to divest and the financial performance of Lovable Labs Incorporated are influenced by various factors, including market conditions and company-specific developments. As a result, the fair value measurement requires significant judgements and estimates.

The fair value of the investment is determined in accordance with accepted valuation principles, primarily following the International Private Equity and Venture Capital Valuation (IPEV) guidelines and other recognised valuation methods. These methods take into account the individual investment's risk profile, life cycle stage, and industry conditions.

For investments made within the last 12 months, the cost price is considered the best estimate of fair value, given that these transactions occurred between independent parties and no significant events have since impacted the valuation. For investments held longer than 12 months, fair value is estimated based on the latest capital increase rounds, partial sales, or valuations of comparable companies, supplemented by traditional valuation techniques.

Due to the nature of unlisted investments and prevailing market conditions, the fair value is subject to inherent uncertainties and may not be readily liquid. Periods of heightened economic uncertainty may increase the variability of these valuations.

3 Employees

The Entity has no employees.

	2025
Average number of full-time employees	0

4 Contingent liabilities

The Entity has no guarantees or contingent liabilities.

5 Assets charged and collateral

The Entity has no assets charged or collateral.

Accounting policies

Basis for financial statements

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of a few provisions for reporting class C.

The annual report has been presented in United States Dollar (USD), which is the reporting currency of the Entity.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the rate in effect at the payment date, or the rate at the balance sheet date, are recognised in the income statement as financial income or financial expenses.

Income statement

Gross profit or loss

Gross profit or loss comprises external expenses.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including audit fee, administration fee and management fees.

Income from other fixed asset investments

Income from other fixed asset investments comprises gains in the form of interest, dividends, etc. on fixed asset investments which are not investments in group enterprises, associates or participating interests.

Other financial income

Other financial income comprises interest income.

Other financial expenses

Other financial expenses comprises interest expenses.

Balance sheet

Other investments

Other investments in unlisted venture companies are initially recognised at cost. Subsequently, they are measured at fair value, determined using valuation methods such as recent capital transactions and comparable company valuations, in line with IPEV guidelines.

Fair values are assessed quarterly or more frequently if significant events occur. For investments held less than 12 months, cost is generally considered the best estimate of fair value unless there are significant changes.

Changes in fair value are recognised in the income statement. Impairment losses are recognised if there is objective evidence of a decline in value.

Cash

Cash comprises cash in bank deposits.

Other financial liabilities

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.

