

---

# ***GEA Refrigeration Components (Nordic) A/S***

Nørskovvej 1B, DK-8660 Skanderborg

## **Annual Report for 1 January - 31 December 2020**

---

CVR No 10 07 29 21

The Annual Report was  
presented and adopted at  
the Annual General  
Meeting of the Company on  
11/06 2021

Charlotte Thorsen  
Chairman of the General  
Meeting

# Contents

	<u>Page</u>
<b>Management's Statement and Auditor's Report</b>	
Management's Statement	1
Independent Auditor's Report	2
<b>Company Information</b>	
Company Information	5
Management's Review	6
<b>Financial Statements</b>	
Income Statement 1 January - 31 December	7
Balance Sheet 31 December	8
Statement of Changes in Equity	10
Notes to the Financial Statements	11

# Management's Statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of GEA Refrigeration Components (Nordic) A/S for the financial year 1 January - 31 December 2020.

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2020 and of the results of the Company's operations and cash flows for the financial year 1 January – 31 December 2020.

Further, in our opinion, the Management's review gives a fair review of the development in the Company's activities and financial matters, of the results for the year and of the Company's financial position.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Skanderborg, 11 June 2021

## Executive Board

Ib René Vinther Elgaard  
CEO

Henrik Winther  
Executive Officer

Mette Albrechtsen  
Executive Officer

## Board of Directors

Timothy John Donbavand  
Chairman

Ib René Vinther Elgaard

Thomas Strotkötter

# Independent Auditor's Report

To the Shareholders of GEA Refrigeration Components (Nordic) A/S

We have audited the Financial Statements of GEA Refrigeration Components (Nordic) A/S for the financial year 1 January - 31 December 2020, which comprise 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 financial position of the Company at 31 December 2020 and of the results of the Company's operations for the financial year 1 January - 31 December 2020 in accordance with the Danish Financial Statements Act.

## **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the 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 our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements. 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 Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the Financial Statements unless Management either intends to liquidate the Company 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:

## Independent Auditor's Report

- 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 Company'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 Company'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 Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the Financial Statements, including the disclosures, 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 Management's Review

Management is responsible for Management's Review.

Our opinion on the Financial Statements does not cover Management's Review, 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 Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the Financial Statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financials Statements Act.

# Independent Auditor's Report

Based on the work we have performed, in our view, Management's Review is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement in Management's Review.

Copenhagen, 11 June 2021

**KPMG**

Statsautoriseret Revisionspartnerselskab

*CVR No 25 57 81 98*

David Olafsson  
statsautoriseret revisor  
mne19737

Katrine Gybel  
statsautoriseret revisor  
mne45848

## Company Information

### **The Company**

GEA Refrigeration Components (Nordic) A/S  
Nørskovvej 1B  
DK-8660 Skanderborg

Telephone: + 45 75 52 60 15  
Website: [www.gearefrigeration.com](http://www.gearefrigeration.com)

CVR No: 10 07 29 21  
Financial period: 1 January - 31 December  
Municipality of reg. office: Skanderborg

### **Board of Directors**

Timothy John Donbavand, Chairman  
Ib René Vinther Elgaard  
Thomas Strotkötter

### **Executive Board**

Ib René Vinther Elgaard  
Henrik Winther  
Mette Albrechtsen

### **Auditors**

KPMG  
Statsautoriseret Revisionspartnerselskab  
Dampfærgevej 28  
DK-2100 København Ø

# **Management's Review**

## **Key activities**

GEA Refrigeration Components (Nordic) A/S is a member of the Refrigeration Division of the multinational company GEA Group AG in Germany. GEA Refrigeration Components (Nordic) A/S sells compressors, chillers, valves, etc. to contracting companies doing business within refrigeration in Scandinavia.

## **Development in the year**

The income statement of the Company for 2020 shows a profit of EUR 496,996, and at 31 December 2020 the balance sheet of the Company shows equity of EUR 3,656,212.



## Income Statement 1 January - 31 December

	Note	2020 EUR	2019 EUR
<b>Gross profit/loss</b>		<b>1.383.873</b>	<b>1.076.142</b>
Staff expenses	1	-715.123	-470.685
Other operating expenses		<u>-18.468</u>	<u>-54.357</u>
<b>Profit/loss before financial income and expenses</b>		<b>650.282</b>	<b>551.100</b>
Financial expenses	2	<u>-11.733</u>	<u>-15.263</u>
<b>Profit/loss before tax</b>		<b>638.549</b>	<b>535.837</b>
Tax on profit/loss for the year	3	<u>-141.553</u>	<u>-70.482</u>
<b>Net profit/loss for the year</b>		<b><u>496.996</u></b>	<b><u>465.355</u></b>

## Distribution of profit

### Proposed distribution of profit

Proposed dividend for the year	1.250.000	0
Retained earnings	<u>-753.004</u>	<u>465.355</u>
	<b><u>496.996</u></b>	<b><u>465.355</u></b>

## Balance Sheet 31 December

### Assets

	Note	2020 EUR	2019 EUR
Trade receivables		67.552	145.722
Receivables from group enterprises		4.921.395	3.920.602
Other receivables		0	136.941
Deferred tax asset		13.202	13.200
<b>Receivables</b>		<b>5.002.149</b>	<b>4.216.465</b>
<b>Currents assets</b>		<b>5.002.149</b>	<b>4.216.465</b>
<b>Assets</b>		<b>5.002.149</b>	<b>4.216.465</b>

# Balance Sheet 31 December

## Liabilities and equity

	Note	2020 EUR	2019 EUR
Share capital	4	67.116	67.116
Retained earnings		2.339.096	3.092.100
Proposed dividend for the year		1.250.000	0
<b>Equity</b>		<b>3.656.212</b>	<b>3.159.216</b>
Other provisions		30.000	60.000
<b>Provisions</b>		<b>30.000</b>	<b>60.000</b>
Trade payables		29.149	5.807
Payables to group enterprises		803.979	706.520
Corporation tax		250.065	103.639
Other payables		232.744	181.283
<b>Short-term debt</b>		<b>1.315.937</b>	<b>997.249</b>
<b>Debt</b>		<b>1.315.937</b>	<b>997.249</b>
<b>Liabilities and equity</b>		<b>5.002.149</b>	<b>4.216.465</b>
Contingent assets, liabilities and other financial obligations	5		
Related parties	6		
Accounting Policies	7		

## Statement of Changes in Equity

	Share capital	Retained earnings	Proposed dividend for the year	Total
	EUR	EUR	EUR	EUR
Equity at 1 January	67.116	3.092.100	0	3.159.216
Net profit/loss for the year	0	-753.004	1.250.000	496.996
<b>Equity at 31 December</b>	<b>67.116</b>	<b>2.339.096</b>	<b>1.250.000</b>	<b>3.656.212</b>

# Notes to the Financial Statements

	2020 EUR	2019 EUR
<b>1 Staff expenses</b>		
Wages and salaries	698.969	470.685
Pensions	15.031	0
Other social security expenses	837	0
Other staff expenses	286	0
	<b>715.123</b>	<b>470.685</b>
<b>Average number of employees</b>	<b>5</b>	<b>4</b>

The Company does not have any employees as the Company's activities are handled by the Management and employees employed in the affiliate, GEA Process Engineering A/S. During 2020 the Company have bought management and employee assistance for EUR 452,8 thousand, corresponding to an average of 5 full time employees. The 5 employees has been moved from PE to RT from 1st of September 2020. The following amount 452,8 thousand has been invoiced in the period 1st of January to 31st of August 2020.

## 2 Financial expenses

Interest paid to group enterprises	4.871	14.005
Other financial expenses	5	31
Exchange loss	6.857	1.227
	<b>11.733</b>	<b>15.263</b>

## 3 Tax on profit/loss for the year

Current tax for the year	135.332	103.639
Deferred tax for the year	0	14.245
Adjustment of tax concerning previous years	6.221	-47.650
Adjustment of deferred tax concerning previous years	0	248
	<b>141.553</b>	<b>70.482</b>

## 4 Equity

The share capital consists of 500 shares of a nominal value of EUR 1,000. No shares carry any special rights.

# Notes to the Financial Statements

## 5 Contingent assets, liabilities and other financial obligations

### Rental and lease obligations

Contingencies regarding leasehold amount to EUR 17 thousand.

### Other contingent liabilities

The group companies are jointly and severally liable for tax on the jointly taxed incomes etc of the Group. The total amount of corporation tax payable is disclosed in the Annual Report of GEA Process Engineering A/S (CVR No. 10 05 07 15), which is the management company of the joint taxation purposes. Moreover, the group companies are jointly and severally liable for Danish withholding taxes by way of dividend tax, tax on royalty payments and tax on unearned income. Any subsequent adjustments of corporation taxes and withholding taxes may increase the Company's liability.

There are no security and contingent liabilities at 31 December 2020.

## 6 Related parties

### Consolidated Financial Statements

The company is part of the consolidated financial statements of GEA Group AG, Peter Müller Strasse 12, D-40468 Düsseldorf, Germany, which are the smallest and largest group, in which the Company is included as a subsidiary.

Name	Place of registered office
GEA Group AG	Peter-Muller-Str. 12, 40468 Dusseldorf

The Group Annual Report of GEA Group AG may be obtained at the following address: [www.geagroup.com](http://www.geagroup.com).

# Notes to the Financial Statements

## 7 Accounting Policies

The Annual Report of GEA Refrigeration Components (Nordic) A/S for 2020 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied remain unchanged from last year.

The Financial Statements for 2020 are presented in EUR.

### Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

### Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Exchange differences arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement. Where foreign exchange transactions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the rates at the time when the receivable or the debt arose are recognised in financial income and expenses in the income statement.

# Notes to the Financial Statements

## 7 Accounting Policies (continued)

### Income Statement

#### Revenue

Revenue from the sale of goods is recognised when the risks and rewards relating to the goods sold have been transferred to the purchaser, the revenue can be measured reliably and it is probable that the economic benefits relating to the sale will flow to the Company.

Revenue is measured at the consideration received and is recognised exclusive of VAT and net of discounts relating to sales.

#### Expenses for raw materials and consumables

Expenses for raw materials and consumables comprise the raw materials and consumables consumed to achieve revenue for the year.

#### Other external expenses

Other external expenses comprise indirect production costs and expenses for premises, sales and distribution as well as office expenses, etc.

#### Gross profit/loss

With reference to section 32 of the Danish Financial Statements Act, gross profit/loss is calculated as a summary of revenue, expenses for raw materials and consumables and other external expenses.

#### Staff expenses

Staff expenses comprise wages and salaries as well as payroll expenses.

#### Other operating income and expenses

Other operating income and other operating expenses comprise items of a secondary nature to the main activities of the Company, including gains and losses on the sale of intangible assets and property, plant and equipment.

#### Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.



# Notes to the Financial Statements

## 7 Accounting Policies (continued)

### **Tax on profit/loss for the year**

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with affiliated companies and their subsidiaries. The tax effect of the joint taxation is allocated to enterprises in proportion to their taxable incomes. The administrative company is GEA Process Engineering A/S (CVR No. 10 05 07 15).

## **Balance Sheet**

### **Receivables**

Receivables are recognised in the balance sheet at amortised cost, which substantially corresponds to nominal value. Provisions for estimated bad debts are made.

### **Prepayments**

Prepayments comprise prepaid expenses concerning rent, insurance premiums, subscriptions and interest.

### **Equity**

#### ***Dividend***

Dividend distribution proposed by Management for the year is disclosed as a separate equity item.

### **Provisions**

Provisions are recognised when - in consequence of an event occurred before or on the balance sheet date - the Company has a legal or constructive obligation and it is probable that economic benefits must be given up to settle the obligation.

Other provisions include warranty obligations in respect of repair work within the warranty period of . Provisions are measured and recognised based on experience with guarantee work.

### **Deferred tax assets and liabilities**

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets are measured at the value at which the asset is expected to be realised, either by elimination in tax on future earnings or by set-off against deferred tax liabilities within the same legal tax

## Notes to the Financial Statements

### 7 Accounting Policies (continued)

entity.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallise as current tax. Any changes in deferred tax due to changes to tax rates are recognised in the income statement or in equity if the deferred tax relates to items recognised in equity.

#### **Current tax receivables and liabilities**

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the on-account taxation scheme are recognised in the income statement in financial income and expenses.

#### **Financial debts**

Debts are measured at amortised cost, substantially corresponding to nominal value.