

Maxi Zoo Denmark A/S

Industriparken 21A, 3.
2750 Ballerup
Denmark

CVR no. 10 11 72 24

Annual report 2022

The annual report was presented and approved at
the Company's annual general meeting on

19 June 2023

Nicolai Mallet

Chairman of the annual general meeting

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Maxi Zoo Denmark A/S
Annual report 2022
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Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have today discussed and approved the annual report of Maxi Zoo Denmark A/S for the financial year 1 January – 31 December 2022.

The annual report has been prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2022 and of the results of the Company's operations for the financial year 1 January – 31 December 2022.

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 approved at the annual general meeting.

Ballerup, 19 June 2023
Executive Board:

Bo Hoelgaard Demant

Board of Directors:

Sven Girmendonk
Chairman

Steven Møller Pinholt

Peter Gunnar Østergaard
Hansen

Majbritt Houmann Hansen

Linda Betina Ellegaard

Norbert Marschallinger

Independent auditor's report

To the shareholder of Maxi Zoo Denmark A/S

Opinion

We have audited the financial statements of Maxi Zoo Denmark A/S for the financial year 1 January – 31 December 2022 comprising income statement, balance sheet, statement of changes in equity and notes, including 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 Company's assets, liabilities and financial position at 31 December 2022 and of the results of the Company's operations for the financial year 1 January – 31 December 2022 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' 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 responsibility 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 that 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 as to 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 in Denmark will always detect a material misstatement when it exists. Misstatements may 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 made 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 company 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.

Independent auditor's report

- 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 the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the 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 the Management's review and, in doing so, consider whether the 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 the Management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the 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 of the Management's review.

Copenhagen, 19 June 2023

KPMG

Statsautoriseret Revisionspartnerselskab

CVR no. 25 57 81 98

Kim Schmidt
State Authorised
Public Accountant
mne34552

Malene Haaber Glahn Christiansen
State Authorised
Public Accountant
mne47773

Maxi Zoo Denmark A/S
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Management's review

Company details

Maxi Zoo Denmark A/S
Industriparken 21A, 3.
2750 Ballerup
Denmark

Telephone: +45 70 25 21 07
Fax: +45 70 25 21 29
Website: www.maxizoo.dk

CVR no.: 10 11 72 24
Established: 7 January 2003
Registered office: Ballerup
Financial year: 1 January – 31 December

Board of Directors

Sven Girmendonk, Chairman
Steven Møller Pinholt
Peter Gunnar Østergaard Hansen
Majbritt Houmann Hansen
Linda Betina Ellegaard
Norbert Marschallinger

Executive Board

Bo Hoelgaard Demant

Auditor

KPMG
Statsautoriseret Revisionspartnerselskab
Dampfærgevej 28
DK-2100 København Ø
CVR no. 25 57 81 98

Management's review

Financial highlights

DKK'000	2022	2021	2020	2019	2018
Key figures					
Revenue	839,184	806,846	482,375	401,769	370,592
Gross profit	233,365	219,301	119,353	109,695	106,365
Ordinary operating profit/loss	37,075	28,645	17,038	9,350	10,122
Profit/loss from financial income and expenses	120	-1,044	297	906	-1,501
Profit/loss for the year	29,655	21,336	15,475	13,210	-8,557
Balance sheet					
Total assets	532,225	521,975	473,078	140,701	149,680
Equity	441,661	425,306	403,970	91,587	78,377
Investment in property, plant and equipment	10,908	41,913	2,679	2,164	3,622
Ratios					
Return on invested capital	11.6%	14.7%	4.0%	9.8%	12.4%
Current ratio	289.8%	217.8%	706.4%	270.1%	185.6%
Return on equity	7.3%	5.1%	6.2%	15.5%	-10.4%
Solvency ratio	83.0%	81.5%	85.4%	65.1%	52.4%
Employees					
Average number of full-time employees	382	396	243	244	230

The financial ratios have been calculated as follows:

Return on invested capital	$\frac{\text{Operating profit/loss} \times 100}{\text{Average invested capital}}$
Current ratio	$\frac{\text{Current assets} \times 100}{\text{Current liabilities}}$
Return on equity	$\frac{\text{Profit/loss from ordinary activities after tax} \times 100}{\text{Average equity}}$
Solvency ratio	$\frac{\text{Equity ex. non-controlling interests at year-end} \times 100}{\text{Total equity and liabilities at year-end}}$

Management's review

Operating review

Principal activities

Maxi Zoo Denmark A/S is Denmark's leading pet retailer and part of the German Fressnapf Group. Fressnapf/Maxi Zoo are with more than 1.750 stores Europe's largest chain of pet retailers.

Maxi Zoo Denmark A/S had 65 stores located in all regions of the country and 2 online shops at the end of the year.

Unusual circumstances

There have been no unusual circumstances which have influenced the result for the year.

Events after the balance sheet date

There have been no events after the balance sheet date that have had an impact on the annual result.

Development in activities and financial position

The company consolidated its market position in 2022 with growth in turnover in the existing 63 stores.

In 2022 Maxi Zoo Denmark A/S expanded with 2 new stores, so the total number of stores at the end of 2022 was 65 stores.

The company had a net income of DKK 29.655 thousand in 2022 against DKK 21.336 thousand in 2021.

Outlook

Maxi Zoo Denmark A/S expects the pet market will continue to grow in the following years and thereby to grow its turnover by 9% in 2023 compared to 2022. Maxi Zoo Denmark A/S expects to open 15 new stores in the next 3 years, and to further improve the financial result in 2024 and 2025.

Maxi Zoo Denmark A/S will merge the 2 online shops into 1 online shop during 2023.

Intellectual capital

Maxi Zoo Denmark A/S always tries to optimize knowledge resources and recruit necessary qualifications. With help from local knowledge and knowledge within the German Fressnapf Group, the Company constantly tries to stay updated and focus on key areas like advertising, product know-how and general market development.

Research and development activities

The Company does not have any research and development projects but has been engaged in local development programmes for overall R&D activities of the Group.

Financial risks and use of financial instruments

The Company's activities are deemed not to be exposed to any special risks other than the usual risks in the industry. The Company does not engage in speculative foreign currency transactions.

Management's review

Operating review

Social responsibility, Danish Financial statement act section 99A

Maxi Zoo Denmark A/S' main activities are sales of pet food and pet accessories in Denmark.

The Company has no own research projects within human rights. The company has been engaged in local climate activities of the Group.

It's Maxi Zoo Denmark A/S' assessment that the business model does not have an environmental and climate impact. Therefore, Maxi Zoo Denmark A/S has not implemented any policies related to environment and climate.

As Maxi Zoo Denmark A/S' primarily trades with Danish suppliers, and given the legislation that is in Denmark, Maxi Zoo Denmark A/S assess that risk related to anti-corruption and human rights is low, and therefore has not prepared a policy in this area.

Social and employee matters

At Maxi Zoo Denmark A/S we value our employees and always ensure that their wellbeing and rights are a top priority. We offer education, competitive salaries and respect their right for collective agreement. Annually we conduct several workplace surveys both in the stores and at HQ to ensure the wellbeing of our employees.

The participation rate of the workplace survey for 2022 in the stores was 48% in May and 70% in November. At HQ it was 88% in March and 93% in September. In addition 3 mini pulse checks was made at HQ in 2022 with a participation rate of 82% in average.

For 2023 we expect to continue our workspace survey and also have several mini pulse check surveys during the year.

After careful consideration and performed risk assessment we have not identified any material risks to our business mode.

Maxi Zoo Denmark A/S and the German Fressnapf Group are working on a more comprehensive ESG program for the future.

Goals and policies for the underrepresented gender, Danish Financial statement act section 99b

The Board believes that its members should be elected on the basis of their combined qualifications and at the same time recognizes the advantages of a Board comprising a wide range of backgrounds such as global experience, style, culture and gender. To ensure we comply with our policy we have implemented the following actions

- we always encourage all genders to apply for job postings.

In 2022 the gender composition in other management levels was 40% women and 60% men, so the overall goal has been reached in 2022, equal gender distribution has been achieved.

In 2023 we expect to maintain the gender composition in other management level as in 2022.

As at 31 December 2022, there are 2 woman among the 6 board members appointed at the general meeting. It is the goal for Maxi Zoo Denmark A/S to have a ratio of 30%/70% presentation of both sexes in the Executive Board before 2025. There have been a change in 2022 to the composition of the board, and 1 more women has been elected compared to 2021. Maxi Zoo Denmark A/S has not reached their overall target in the year. The reason for this is that the majority of other management levels in Fressnapf, who is also part of the board members in Maxi Zoo Denmark A/S are men.

Management's review

Operating review

Reporting on data ethics

Our policy for data ethics consists of:

- All data is stored in cloud solutions protected by GDPR requirement.
- Collection of all data through internal platforms or external partners is only used internally.
- If sharing data with third parties, a data processing agreement will be required.
- All employees handling data receive ongoing training and education.

Every employee with a status of manager is trained in our use of data and is therefore responsible for sharing correct data ethics. All decisions regarding data ethics and new system development are anchored within our corporate management, lead by our head of IT/data. We constantly monitor potential cyber risks in relation to the collection of data. In the case where risks are identified, Management is notified, and sufficient actions are implemented.

Financial statements 1 January – 31 December

Income statement

DKK'000	Note	2022	2021
Revenue	2	839,184	806,846
Cost of sales		-509,029	-498,259
Other operating income		24,575	45,600
Other external costs	3	<u>-121,365</u>	<u>-134,886</u>
Gross profit		233,365	219,301
Staff costs	4	-153,120	-148,834
Depreciation, amortisation and impairment losses		<u>-43,170</u>	<u>-41,822</u>
Profit before financial income and expenses		37,075	28,645
Other financial income	5	611	35
Other financial expenses	6	<u>-491</u>	<u>-1,079</u>
Profit before tax		37,195	27,601
Tax on profit for the year	7	<u>-7,540</u>	<u>-6,265</u>
Profit for the year	8	<u><u>29,655</u></u>	<u><u>21,336</u></u>

Financial statements 1 January – 31 December

Balance sheet

DKK'000	Note	31/12 2022	31/12 2021
ASSETS			
Fixed assets			
Intangible assets	9		
Goodwill		236,342	265,896
Software		4,623	2,204
		<u>240,965</u>	<u>268,100</u>
Property, plant and equipment	10		
Fixtures and fittings, tools and equipment		33,568	38,518
Leasehold improvements		5,310	2,354
		<u>38,878</u>	<u>40,872</u>
Investments	11		
Deposits		8,789	9,354
Total fixed assets		<u>288,632</u>	<u>318,326</u>
Current assets			
Inventories			
Finished goods and goods for resale		96,871	83,987
Receivables			
Trade receivables		19,517	8,472
Receivables from group entities		45,000	35,251
Other receivables		11,212	12,154
Corporation tax		0	110
Prepayments	12	2,715	3,937
		<u>78,444</u>	<u>59,924</u>
Cash at bank and in hand		<u>68,278</u>	<u>59,738</u>
Total current assets		<u>243,593</u>	<u>203,649</u>
TOTAL ASSETS		<u><u>532,225</u></u>	<u><u>521,975</u></u>

Financial statements 1 January – 31 December

Balance sheet

DKK'000	Note	31/12 2022	31/12 2021
EQUITY AND LIABILITIES			
Equity			
Contributed capital	13	1,050	1,050
Retained earnings		440,611	410,956
Proposed dividends for the financial year		0	13,300
Total equity		<u>441,661</u>	<u>425,306</u>
Provisions			
Provisions for deferred tax	14	4,496	3,158
Total provisions		<u>4,496</u>	<u>3,158</u>
Liabilities other than provisions			
Current liabilities other than provisions			
Trade payables		33,231	38,972
Corporation tax		4,024	0
Other payables		35,252	38,316
Deferred income	15	13,561	16,223
		<u>86,068</u>	<u>93,511</u>
Total liabilities other than provisions		<u>86,068</u>	<u>93,511</u>
TOTAL EQUITY AND LIABILITIES		<u><u>532,225</u></u>	<u><u>521,975</u></u>
Contractual obligations, contingencies, etc.	16		
Related party disclosures	17		

Financial statements 1 January – 31 December

Statement of changes in equity

DKK'000	Contributed capital	Retained earnings	Proposed dividends for the financial year	Total
Equity at 1 January 2022	1,050	410,956	13,300	425,306
Ordinary dividends paid	0	0	-13,300	-13,300
Transferred over the profit appropriation	0	29,655	0	29,655
Equity at 31 December 2022	1,050	440,611	0	441,661

Financial statements 1 January – 31 December

Notes

1 Accounting policies

The annual report of Maxi Zoo Denmark A/S for 2022 has been prepared in accordance with the provisions applying to reporting class C large entities under the Danish Financial Statements Act.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

Omission of cash flow statement

Pursuant to section 86(4) of the Danish Financial Statements Act, no cash flow statement has been prepared. The Company's cash flows are included in the cash flow statement in the consolidated financial statements of Fressnapf Beteiligungs GmbH.

Foreign currency translation

Transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and at the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables, payables and other monetary items denominated in foreign currencies are translated at the exchange rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the latest financial statements is recognised in the income statement as financial income or financial expenses.

Segment information

Information on segments and geographical segments is based on the Company's risks and returns and its internal financial reporting system. The operations are managed as one segment or strategic unit, because it offers similar products in similar markets, and the factors determining strategic decisions are comparable for all products.

Information about activities on geographic areas is not submitted pursuant to section 96(1) of the Danish Financial Statements Act, as such information may be detrimental to the Group, given the small number of significant competitors in that segment.

Income statement

Revenue

Income from the sale of goods is recognised in revenue when delivery and transfer of risk to the buyer have taken place, and the income may be measured reliably and is expected to be received. The date of transfer of the most significant benefits and risks is determined using standard Incoterms © 2020.

Revenue is measured at the fair value of the agreed consideration, excluding VAT and taxes charged on behalf of third parties. All discounts granted are recognised in revenue.

Cost of sales

Cost of sales comprises costs incurred to generate revenue for the year. This item also comprises direct costs for goods for resale and changes to inventory of goods for resale.

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Other operating income

Other operating income comprises items secondary to the activities of the Company, including gains on the disposal of intangible assets and property, plant and equipment.

Other external costs

External costs comprise expenses related to distribution, sale, advertising, administration, premises, bad debts, operating lease payments, etc.

Staff costs

Staff costs comprise wages and salaries, including holiday allowance, pension and other social security costs, etc., to the Company's employees.

Financial income and expenses

Financial income and expenses comprise interest income and expense, gains and losses on securities, payables and transactions denominated in foreign currencies as well as surcharges and refunds under the on-account tax scheme, etc.

Tax on profit for the year

Tax for the year consists of current tax for the year and 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.

Balance sheet

Intangible assets

Goodwill

Goodwill is amortised on a straight-line basis over the estimated useful life determined on the basis of Management's experience within the individual business areas. The amortisation period is 10 years.

Software

Software is measured at cost less accumulated amortisation. Software is amortised on a straight-line basis over the estimated useful life. The amortisation period is estimated to 3 years.

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Property, plant and equipment

Fixtures and fittings, tools and equipment and leasehold improvements are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the purchase price and any costs directly attributable to the acquisition until the date on which the asset is available for use. Indirect production overheads and borrowing costs are not recognised in cost.

Where individual components of an item of property, plant and equipment have different useful lives, they are accounted for as separate items, which are depreciated separately.

The basis of depreciation is cost less any projected residual value after the end of the useful life. Depreciation is provided on a straight-line basis over the estimated useful life. The estimated useful lives are as follows:

Fixtures and fittings, tools and equipment	5 years
Leasehold improvements	5 years

The useful life and residual value are reassessed annually. Changes are treated as accounting estimates, and the effect on depreciation is recognised prospectively.

Gains and losses on the disposal of property, plant and equipment are stated as the difference between the selling price less selling costs and the carrying amount at the date of disposal. Gains and losses are recognised in the income statement as other operating income or other operating costs, respectively.

Deposits

Deposits are measured at cost.

Impairment of fixed assets

The carrying amount of intangible assets, property, plant and equipment and investments is subject to an annual test for indications of impairment other than the decrease in value reflected by amortisation or depreciation.

Impairment tests are conducted of individual assets or groups of assets when there is an indication that they may be impaired. Write-down is made to the recoverable amount if this is lower than the carrying amount.

The recoverable amount is the higher of an asset's net selling price and its value in use. The value in use is determined as the present value of the forecast net cash flows from the use of the asset or the group of assets, including forecast net cash flows from the disposal of the asset or the group of assets after the end of the useful life.

Financial statements 1 January – 31 December

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1 Accounting policies (continued)

Inventories

Inventories are measured at cost in accordance with the FIFO method. Where the net realisable value is lower than cost, inventories are written down to this lower value.

Goods for resale and raw materials and consumables are measured at cost, comprising purchase price plus delivery costs.

The net realisable value of inventories is calculated as the sales amount less costs of completion and costs necessary to make the sale and is determined taking into account marketability, obsolescence and development in expected selling price.

Receivables

Receivables are measured at amortised cost.

Write-down is made for bad debt losses where there is an objective indication that a receivable or a portfolio of receivables has been impaired. If there is an objective indication that an individual receivable has been impaired, write-down is made on an individual basis.

Write-downs are calculated as the difference between the carrying amount of the receivables and the present value of the expected cash flows.

Prepayments

Prepayments comprise prepayment of costs incurred relating to subsequent financial years.

Cash at bank and in hand

Cash at bank and in hand comprise cash and bank deposits.

Equity

Financial statements 1 January – 31 December

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1 Accounting policies (continued)

Corporation tax and deferred tax

Current tax payable and receivable are recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities based on the planned use of the asset or settlement of the liability.

Deferred tax assets, including the tax value of tax loss carryforwards, are recognised at the expected value of their utilisation within the foreseeable future; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Any deferred net assets are measured at net realisable value.

Deferred tax is measured in accordance with the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax.

Liabilities other than provisions

Other liabilities are measured at amortised cost.

Deferred income

Deferred income comprises advance invoicing regarding income in subsequent years.

Financial statements 1 January – 31 December

Notes

DKK'000	<u>2022</u>	<u>2021</u>
2 Revenue		
Denmark	839,184	806,846

The primary market segment of Maxi Zoo Denmark A/S is product-oriented, and the secondary segment is geographical. The total revenue of Maxi Zoo Denmark A/S is generated within the product segment pet food and pet accessories, and geographically in Denmark.

Product segments are not disclosed in line with section 96 of the Danish Financial Statements Act, as Management assesses it will be detrimental to the Company.

3 Fees to auditor appointed at the general meeting

DKK'000	<u>2022</u>	<u>2021</u>
Total fees to KPMG		
Statutory audit	471	292
Other assurance engagements	0	66
Tax assistance	63	25
Non-audit services	47	48
	<u>581</u>	<u>431</u>

4 Staff costs

DKK'000	<u>2022</u>	<u>2021</u>
Wages and salaries	141,144	137,546
Other social security costs	11,976	11,288
	<u>153,120</u>	<u>148,834</u>
Average number of full-time employees	<u>382</u>	<u>396</u>

Pursuant to section 98b of the Danish Financial Statements Act, the Company has chosen not to disclose information about remuneration of Management.

5 Financial income

Interest income from group entities	611	35
	<u>611</u>	<u>35</u>

Financial statements 1 January – 31 December

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DKK'000	<u>2022</u>	<u>2021</u>	
6 Financial expenses			
Interest expense to group entities	56	72	
Other financial costs	<u>435</u>	<u>1,007</u>	
	<u>491</u>	<u>1,079</u>	
7 Tax on profit for the year			
Current tax for the year	5,280	1,038	
Deferred tax for the year	2,757	5,090	
Adjustment of tax concerning previous years	922	137	
Adjustment of deferred tax concerning previous years	<u>-1,419</u>	<u>0</u>	
	<u>7,540</u>	<u>6,265</u>	
8 Proposed profit appropriation			
Proposed dividends for the year	0	13,300	
Retained earnings	<u>29,655</u>	<u>8,036</u>	
	<u>29,655</u>	<u>21,336</u>	
9 Intangible assets			
DKK'000	<u>Goodwill</u>	<u>Software</u>	<u>Total</u>
Cost at 1 January 2022	295,440	5,282	300,722
Additions for the year	<u>100</u>	<u>3,044</u>	<u>3,144</u>
Cost at 31 December 2022	<u>295,540</u>	<u>8,326</u>	<u>303,866</u>
Amortisation and impairment losses at 1 January 2022	-29,554	-3,078	-32,632
Amortisation for the year	<u>-29,644</u>	<u>-625</u>	<u>-30,269</u>
Amortisation and impairment losses at 31 December 2022	<u>-59,198</u>	<u>-3,703</u>	<u>-62,901</u>
Carrying amount at 31 December 2022	<u>236,342</u>	<u>4,623</u>	<u>240,965</u>

Financial statements 1 January – 31 December

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10 Property, plant and equipment

DKK'000	Fixtures and fittings, tools and equipment	Leasehold improvements	Total
Cost at 1 January 2022	137,102	2,402	139,504
Additions for the year	7,250	3,657	10,907
Cost at 31 December 2022	144,352	6,059	150,411
Depreciation and impairment losses at 1 January 2022	-98,584	-48	-98,632
Depreciation for the year	-12,200	-701	-12,901
Depreciation and impairment losses at 31 December 2022	-110,784	-749	-111,533
Carrying amount at 31 December 2022	33,568	5,310	38,878

11 Investments

DKK'000	Deposits
Cost at 1 January 2022	9,354
Additions for the year	552
Disposals for the year	-1,117
Cost at 31 December 2022	8,789
Carrying amount at 31 December 2022	8,789

DKK'000	31/12 2022	31/12 2021
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12 Prepayments

Insurance	779	748
Rental cost	1,096	1,843
IT cost	493	1,030
Other prepayments	347	316
	2,715	3,937

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13 Contributed capital

The share capital consists of 1,050,000 shares at a nominal value of DKK 1. No shares carry any special rights.

The share capital remains unchanged for the past five fiscal years.

DKK'000	<u>31/12 2022</u>	<u>31/12 2021</u>
14 Deferred tax		
Deferred tax at 1 January	-3,158	1,932
Deferred tax adjustment for the year	-2,757	-5,090
Adjustment to deferred tax prior years	<u>1,419</u>	<u>0</u>
	<u>-4,496</u>	<u>-3,158</u>

15 Deferred income

Deferred income recognised under current liabilities, DKK 13,561 thousand (2021: DKK 16,223 thousand), consists of rental contributions as well as giftcards and vouchers.

16 Contractual obligations, contingencies, etc.

Contingent liabilities

The Company's bank has issued guarantees for a total amount of DKK 20,063 thousand (2021: DKK 19,745 thousand) instead of rent deposits to a third party.

Lease obligations (operating leases) falling due within 10 years total DKK 170,329 thousand (2021: DKK 91,592 thousand).

A Company guarantee of DKK 4,500 thousand has been granted to the Company's bank. At year-end, the bank facility is unused (2021: DKK 4,500).

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17 Related party disclosures

Maxi Zoo Denmark A/S' related parties comprise the following:

Control

Freesnapf Beteiligungs GmbH, Westpreussenstrasse 32-38, D-47809 Krefeld, Germany

Freesnapf Beteiligungs GmbH holds the majority of the contributed capital in the Company.

Maxi Zoo Denmark A/S is part of the consolidated financial statements of Freesnapf Beteiligungs GmbH, Krefeld, Germany, which is the smallest and largest group, in which the Company is included as a subsidiary.

The consolidated financial statements of Freesnapf Beteiligungs GmbH can be obtained by contacting the Company at the address above.

Related party transactions

DKK'000	2022	2021
Purchase of goods from group enterprises	291,939	250,323
Purchase of services from group enterprises	1,186	1,940
	<u>293,125</u>	<u>252,263</u>

Receivables from and payables to group entities are disclosed in the balance sheet, and income interest and expenses are disclosed in note 5 and 6.