

Air Alsie A/S

Lufthavnsvej 3, Ulkebøl, 6400 Sønderborg

CVR no. 12 65 59 83

Annual report 2019/20

Approved at the Company's annual general meeting on 12 November 2020

Chairman:

.....
Henning Peter Tæstensen





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Statement by the Board of Directors and the Executive Board

Today, the Board of Directors and the Executive Board have discussed and approved the annual report of Air Alsie A/S for the financial year 1 May 2019 - 30 April 2020.

The annual report is 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 30 April 2020 and of the results of the Company's operations for the financial year 1 May 2019 - 30 April 2020.

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

We recommend that the annual report be approved at the annual general meeting.

Sønderborg, 12 November 2020
Executive Board:

.....
Henrik Therkelsen
CEO

.....
Henning Tæstensen
CFO

Board of Directors:

.....
Jens Østerlund Jensen
Chairman

.....
Anders Aagaard Andresen

.....
Niels-Henrik Hedegaard

Independent auditor's report

To the shareholders of Air Alsie A/S

Opinion

We have audited the financial statements of Air Alsie A/S for the financial year 1 May 2019 - 30 April 2020, which comprise 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 financial position of the Company at 30 April 2020 and of the results of the Company's operations for the financial year 1 May 2019 - 30 April 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

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 rules and requirements.

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 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 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 the 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.

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 note 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 Statement Act. We did not identify any material misstatement of the Management's review.

Sønderborg, 12 November 2020
EY Godkendt Revisionspartnerselskab
CVR no. 30 70 02 28

Thorbjørn Bruhn
State Authorised Public Accountant
mne23305

René Kirkegaard
State Authorised Public Accountant
mne40045



Management's review

Company details

Name	Air Alsie A/S
Address, Postal code, City	Lufthavnsvej 3, Ulkebøl, 6400 Sønderborg
CVR no.	12 65 59 83
Established	1 December 1988
Registered office	Sønderborg
Financial year	1 May 2019 - 30 April 2020
Website	www.alsie.com
Telephone	+45 74 42 98 88
Telefax	+45 74 43 42 82
Board of Directors	Jens Østerlund Jensen, Chairman Anders Aagaard Andresen Niels-Henrik Hedegaard
Executive Board	Henrik Therkelsen, CEO Henning Tæstensen, CFO
Auditors	EY Godkendt Revisionspartnerselskab Nørre Havnegade 43, 6400 Sønderborg, Denmark
Bankers	Sydbank A/S

Management's review

Financial highlights

DKK'000	2019/20	2018/19	2017/18	2016/17	2015/16
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Key figures

Revenue	602,054	577,126	478,155	421,972	422,819
Gross profit	105,612	104,720	97,041	95,922	81,177
Operating profit/loss	9,142	9,742	7,346	7,913	6,991
Net financials	1,126	1,487	-100	-1,646	-2,038
Profit for the year	6,706	10,999	8,421	4,952	5,054

Total assets	158,675	161,363	133,456	115,176	97,085
Investment in property, plant and equipment	0	1,164	1,034	1,496	432
Equity	47,251	44,990	38,136	30,884	34,444

Financial ratios

Operating margin	1.6%	2.2%	2.2%	1.9 %	1.7 %
Return on assets	5.7%	6.6%	5.9%	7.5%	6.4%
Equity ratio	29.8%	27.9%	28.6%	26.8%	35.5%
Return on equity	14.5%	26.5%	24.4%	15.2%	15.8%

Average number of employees	161	146	143	141	138
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The financial ratios stated in the survey of financial highlights have been calculated as follows:

Ordinary operating profit/loss	Profit/loss before financial items adjusted for other operating income and other operating expenses
Operating margin	$\frac{\text{Operating profit (EBIT)} \times 100}{\text{Revenue}}$
Return on assets	$\frac{\text{Profit/loss from operating activities} \times 100}{\text{Average assets}}$
Equity ratio	$\frac{\text{Equity, year-end} \times 100}{\text{Total equity and liabilities, year-end}}$
Return on equity	$\frac{\text{Profit/loss after tax} \times 100}{\text{Average equity}}$

Management's review

Business review

The company's main activity consists of Aircraft Management, including scheduled taxi and ambulance flights as well as aircraft maintenance at its own certified workshop.

Financial review

The income statement for 2019/20 shows a profit of DKK 6,706 thousand against a profit of DKK 10,999 thousand last year, and the balance sheet at 30 April 2020 shows equity of DKK 47,251 thousand. In the annual report for 2019/20, Management expected a profit in the range of the same level as the year end result for 2018/19. Management considers the Company's financial performance in the year satisfactory.

Knowledge resources

Major flight safety requirements are imposed. The company complies with all guidelines for training and training of airline personnel.

Special risks

The company's most significant operational risks are linked to the ability to offer competitive air operations. The company is exposed to interest rate and currency risks. The company hedges its interest rate and currency risks through revenues and expenses in the same currency and agreements with financial partners.

Impact on the external environment

The industry in which the company is located affects the external environment. The company is very aware of this and has as its policy to reduce this strain to the greatest extent possible and thus also to be a leader in the industry.

Statutory CSR report

For reference to the company's Corporate Social Responsibility Report, cf. §99a of the Danish Financial Statements Act, including policy on the environment, climate, social and employee relations, human rights and anti-corruption, please refer to this link:

<https://www.alsie.com/csr/>

Account of the gender composition of Management

Air Alsie A/S believes that diversity among employees, including equal distribution of gender, contributes positively to the working environment and strengthens the company's performance and competitiveness.

The company's Board of Directors consists of 3 males, the Executive Board consists of 2 male and the management team that includes all nominated postholders consists of 9 male and 3 females. It is the company's goal that the Board of Directors and the Executive Board must consist of at least one woman latest in 2024.

There has not been made any replacements to the Board of Directors or the Executive Board. There has been added 1 female to the management team. The Board of Directors, the Executive Board and the management team are selected solely on the basis of criteria of management ability, willingness to invest time and effort. Air Alsie A/S has in 2019/2020 sought to have both genders represented in the final stages of recruitment, whenever possible.

To comply with regulations for nominated postholders these have to have extensive experience in aviation and it is difficult to recruit female employees with aviation background as pilots and technicians as female are heavily underrepresented in these roles. This is the reason why the company's goal for women in the Board of Directors and the Executive board, has not been met.

Management's review

Events after the balance sheet date

The corona eruption in March 2020 has resulted in a significant decline in the company's activities. The management is of the opinion that this is a non-regulatory event that does not affect the company's financial position on 30 April 2020.

Outlook

The management has assessed the situation around Covid-19. In the short term, we see a significant decline in activities. In the longer term, we cannot assess the consequences

Financial statements 1 May 2019 - 30 April 2020

Income statement

Note	DKK'000	2019/20	2018/19
3	Revenue	602,054	577,126
	Other operating income	237	2,720
	Other external expenses	-496,679	-475,126
	Gross profit	105,612	104,720
4	Staff costs	-94,782	-91,227
5	Depreciation of property, plant and equipment	-1,451	-1,031
	Profit before net financials	9,379	12,462
	Income from investments in group entities	72	140
6	Financial income	1,447	1,719
7	Financial expenses	-321	-232
	Profit before tax	10,577	14,089
8	Tax for the year	-3,871	-3,090
	Profit for the year	6,706	10,999

Financial statements 1 May 2019 - 30 April 2020

Balance sheet

Note	DKK'000	2019/20	2018/19
	ASSETS		
	Fixed assets		
9	Intangible assets		
	Acquired intangible assets	907	616
		907	616
10	Property, plant and equipment		
	Other fixtures and fittings, tools and equipment	2,675	2,855
		2,675	2,855
11	Investments		
	Investments in group entities, net asset value	7,362	6,486
		7,362	6,486
	Total fixed assets	10,944	9,957
	Non-fixed assets		
	Inventories		
	Raw materials and consumables	5,095	4,810
		5,095	4,810
	Receivables		
	Trade receivables	50,231	63,150
	Receivables from group entities	9,600	7,235
	Deferred tax assets	5,976	3,475
	Other receivables	8,501	11,694
12	Deferred income	7,054	16,025
		81,362	101,579
	Cash	61,274	45,017
	Total non-fixed assets	147,731	151,406
	TOTAL ASSETS	158,675	161,363

Financial statements 1 May 2019 - 30 April 2020

Balance sheet

Note	DKK'000	2019/20	2018/19
EQUITY AND LIABILITIES			
Equity			
13	Share capital	510	510
	Share premium account	96	96
	Net revaluation reserve according to the equity method	6,881	6,006
	Retained earnings	34,764	33,378
	Dividend proposed for the year	5,000	5,000
	Total equity	47,251	44,990
Provisions			
14	Other provisions	31,058	29,692
	Total provisions	31,058	29,692
Liabilities other than provisions			
Non-current liabilities other than provisions			
	Other payables	4,820	0
		4,820	0
Current liabilities other than provisions			
	Bank debt	734	1,931
	Prepayments received from customers	29,995	19,764
	Trade payables	16,159	25,803
	Payables to group entities	8,659	5,394
	Other payables	19,999	28,667
15	Deferred income	0	5,122
		75,546	86,681
	Total liabilities other than provisions	80,366	86,681
	TOTAL EQUITY AND LIABILITIES	158,675	161,363

- 1 Accounting policies
- 2 Special items
- 16 Contractual obligations and contingencies, etc.
- 17 Related parties
- 18 Fee to the auditors appointed by the Company in general meeting
- 19 Appropriation of profit



Financial statements 1 May 2019 - 30 April 2020

Statement of changes in equity

Note	DKK'000	Share capital	Share premium account	Net revaluation reserve according to the equity method	Retained earnings	Dividend proposed for the year	Total
	Equity at 1 May 2018	510	96	5,511	27,519	4,500	38,136
19	Transfer, see "Appropriation of profit"	0	0	140	5,859	5,000	10,999
	Exchange adjustment	0	0	355	0	0	355
	Dividend distributed	0	0	0	0	-4,500	-4,500
	Equity at 1 May 2019	510	96	6,006	33,378	5,000	44,990
19	Transfer, see "Appropriation of profit"	0	0	320	1,386	5,000	6,706
	Exchange adjustment	0	0	555	0	0	555
	Dividend distributed	0	0	0	0	-5,000	-5,000
	Equity at 30 April 2020	510	96	6,881	34,764	5,000	47,251

Financial statements 1 May 2019 - 30 April 2020

Notes to the financial statements

1 Accounting policies

The annual report of Air Alsie A/S for 2019/20 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to large reporting class C entities.

Referring to section 112(1) of the Danish Financial Statements Act, no consolidated financial statements are prepared. The financial statements for Air Alsie A/S and its group entities are part of the consolidated financial statements for Sandma Holding A/S.

The accounting policies used in the preparation of the financial statements are consistent with those of last year. However, the accounting class has now changes to class C (Big) against previous class C (Middle)

Omission of a cash flow statement

With reference to section 86(4) of the Danish Financial Statements Act, no cash flow statement has been prepared. The Company's cash flows are reflected in the consolidated cash flow statement for the higher-ranking parent company Sandma Holding A/S.

Reporting currency

The financial statements are presented in Danish kroner (DKK'000).

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rate at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables and payables and other monetary items denominated in foreign currencies are translated at the exchange rate 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 most recent financial statements is recognised in the income statement as financial income or financial expenses.

Foreign group entities

Foreign subsidiaries and associates are considered separate entities. Items in such entities' income statements are translated at an average exchange rate for the month, and balance sheet items are translated at closing rates. Foreign exchange differences arising on translation of the opening equity of foreign subsidiaries to closing rates and on translation of the income statements from average exchange rates to closing rates are taken directly to equity.

Financial statements 1 May 2019 - 30 April 2020

Notes to the financial statements

1 Accounting policies (continued)

Income statement

Revenue

The Company has chosen IAS 11/IAS 18 as interpretation for revenue recognition.

Income from the sale of services, which includes the sale of flights, is recognised in the income statement as the supply of the services to the buyer takes place.

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

Other operating income

Other operating income comprise items of a secondary nature relative to the Company's core activities, including gains on the sale of fixed assets.

Other external expenses

External expenses include direct cost and other external expenses.

Direct costs include expenses directly related to the entity's activities, including fuel, travelling expenses, training of pilots, various duties, etc.

Other external expenses include expenses for sale, advertising, administration, premises, bad debts, operating leases, etc.

Staff costs

Staff costs include wages and salaries, including compensated absence and pension to the Company's employees, as well as other social security contributions, etc. The item is net of refunds from public authorities.

Depreciation

The item comprises depreciation of property, plant and equipment.

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.

Other fixtures and fittings, tools and equipment	3-5 years
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Profit from investments in subsidiaries

A proportionate share of the underlying entities' profit/loss after tax is recognised in the income statement according to the equity method. Shares of profit/loss after tax in subsidiaries are presented as separate line items in the income statement. Full elimination of intra-group gains/losses is made for equity investments in subsidiaries.

Financial income and expenses

Financial income and expenses comprise interest income and expense, costs of finance leases, payables and transactions denominated in foreign currencies, amortisation of financial assets and liabilities, etc.

Financial statements 1 May 2019 - 30 April 2020

Notes to the financial statements

1 Accounting policies (continued)

Tax

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments. The portion of the tax for the year that relates to the profit/loss for the year is recognised in the income statement, whereas the portion that relates to transactions taken to equity is recognised in equity.

The entity is jointly taxed with other group entities. The total Danish income tax charge is allocated between profit/loss-making Danish entities in proportion to their taxable income (full absorption).

Jointly taxed entities entitled to a tax refund are reimbursed by the management company based on the rates applicable to interest allowances, and jointly taxed entities which have paid too little tax pay a surcharge according to the rates applicable to interest surcharges to the management company.

Balance sheet

Intangible assets

Other intangible assets comprise software.

Software is measured at cost less accumulated amortisation and impairment losses.

Gains and losses on the sale of intangible assets are recognised in the income statement under "Other operating income" or "Other operating expenses", respectively. Gains and losses are calculated as the difference between the selling price less selling expenses and the carrying amount at the time of sale.

Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes the acquisition price and costs directly related to the acquisition until the time at which the asset is ready for use.

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

Investments in subsidiaries

Equity investments in subsidiaries and associates are measured according to the equity method.

On initial recognition, equity investments in subsidiaries are measured at cost, i.e. plus transaction costs. The cost is allocated in accordance with the acquisition method; see the accounting policies regarding business combinations.

The cost is adjusted by shares of profit/loss after tax calculated in accordance with the Group's accounting policies less or plus unrealised intra-group gains/losses.

Identified increases in value and goodwill, if any, compared to the underlying entity's net asset value are amortised in accordance with the accounting policies for the assets and liabilities to which they can be attributed. Negative goodwill is recognised in the income statement.

Dividend received is deducted from the carrying amount.

Equity investments in subsidiaries measured at net asset value are subject to impairment test requirements if there is any indication of impairment.

Financial statements 1 May 2019 - 30 April 2020

Notes to the financial statements

1 Accounting policies (continued)

Other securities and investments

Receivables recognised as investments that relate to finance leases are measured at fair value. Fair value is calculated as the value in use of projected future net cash flows relating to the finance lease.

Other securities and investments are measured at the lower of cost and the net realisable value.

Impairment of fixed assets

The carrying amount of intangible assets, property, plant and equipment and investments in subsidiaries and associates is assessed for impairment on an annual basis.

Impairment tests are conducted on assets or groups of assets when there is evidence of impairment. The carrying amount of impaired assets is reduced to the higher of the net selling price and the value in use (recoverable amount).

The recoverable amount is the higher of the net selling price of an asset and its value in use. The value in use is calculated as the present value of the expected net cash flows from the use of the asset or the group of assets and the expected net cash flows from the disposal of the asset or the group of assets after the end of the useful life.

Previously recognised impairment losses are reversed when the reason for recognition no longer exists. Impairment losses on goodwill are not reversed.

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

Receivables

Receivables are measured at amortised cost, which is usually equivalent to the nominal value. An impairment loss is recognised based on objective evidence that a receivable or a group of receivables is impaired. Impairment write-down is made to the lower of net realisable value and the carrying amount.

The Company has chosen IAS 39 as interpretation for impairment of financial receivables.

Prepayments

Prepayments recognised under "Assets" comprise prepaid expenses regarding subsequent financial reporting years.

Cash

Cash comprise cash and short term securities which are readily convertible into cash and subject only to minor risks of changes in value.

Financial statements 1 May 2019 - 30 April 2020

Notes to the financial statements

1 Accounting policies (continued)

Equity

Reserve for net revaluation according to the equity method

The reserve comprises net revaluation of investments in subsidiaries relative to cost.

Proposed dividends

Dividend proposed for the year is recognised as a liability once adopted at the annual general meeting (declaration date). Dividends expected to be distributed for the financial year are presented as a separate item under "Equity".

Provisions

Provisions include deferred tax and provisions for periodic inspections of aircraft chartered.

Provisions are measured at net realisable value or at fair value if the obligation is expected to be settled far into the future.

Provisions expected to be settled after more than one year after the balance sheet date are measured at the net present value of the expected payments. Other provisions are measured at net realisable value.

Income taxes

Current tax payables and receivables are recognised in the balance sheet as the estimated income tax charge for the year, adjusted for prior-year taxes and tax paid on account.

Deferred tax is measured according to the liability method on all temporary differences between the carrying amount and the tax base of assets and liabilities. However, deferred tax is not recognised on temporary differences relating to goodwill which is not deductible for tax purposes and on office premises and other items where temporary differences, apart from business combinations, arise at the date of acquisition without affecting either profit/loss for the year or taxable income. Where alternative tax rules can be applied to determine the tax base, deferred tax is measured based on Management's intended use of the asset or settlement of the liability, respectively.

Deferred tax is measured according to 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. Deferred tax assets are recognised at the expected value of their utilisation; 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. Changes in deferred tax due to changes in the tax rate are recognised in the income statement.

Liabilities

Financial liabilities are recognised at the date of borrowing at the net proceeds received less transaction costs paid. On subsequent recognition, financial liabilities are measured at amortised cost, corresponding to the capitalised value, using the effective interest rate. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan. Financial liabilities also include the capitalised residual lease liability in respect of finance leases.

Other liabilities are measured at net realisable value.

Financial statements 1 May 2019 - 30 April 2020

Notes to the financial statements

1 Accounting policies (continued)

Deferred income

Deferred income recognised as a liability comprises payments received concerning income in subsequent financial reporting years.

Segment information

The allocation of revenue to activities and geographical markets is disclosed where these activities and markets differ significantly in the organisation of sales of goods and services.

2 Special items

The financial account "Other external costs", contains a write-down on intercompany balances of DKK 7,000 thousand.

3 Segment information

The Company has not disclosed the breakdown of revenue by geographical and business segments, see section 96(1) of the Danish Financial Statements Act, as Management is of the opinion that such disclosure could be highly detrimental to the Company. The reason is due to competitive reasons.

DKK'000	2019/20	2018/19
4 Staff costs		
Wages/salaries	82,308	78,924
Pensions	11,053	11,075
Other social security costs	1,421	1,228
	94,782	91,227
 Average number of full-time employees	 161	 146

Executive board remuneration totals DKK 2.919 thousand. (2018/19: DKK 2,504 thousand)

5 Depreciation of property, plant and equipment

Depreciation of property, plant and equipment	1,451	1,031
	1,451	1,031

6 Financial income

Interest receivable, group entities	0	51
Other financial income	1,447	1,668
	1,447	1,719

Financial statements 1 May 2019 - 30 April 2020

Notes to the financial statements

DKK'000	2019/20	2018/19
7 Financial expenses		
Interest expenses, group entities	87	14
Other financial expenses	234	218
	<u>321</u>	<u>232</u>
8 Tax for the year		
Estimated tax charge for the year	6,372	5,565
Deferred tax adjustments in the year	-2,501	-2,475
	<u>3,871</u>	<u>3,090</u>
9 Intangible assets		
DKK'000		Acquired intangible assets
Cost at 1 May 2019		5,225
Additions in the year		772
Cost at 30 April 2020		<u>5,997</u>
Impairment losses and amortisation at 1 May 2019		4,609
Amortisation/depreciation in the year		481
Impairment losses and amortisation at 30 April 2020		<u>5,090</u>
Carrying amount at 30 April 2020		<u>907</u>
Amortised over		<u>3-6 years</u>
10 Property, plant and equipment		
DKK'000		Other fixtures and fittings, tools and equipment
Cost at 1 May 2019		12,065
Additions in the year		791
Disposals in the year		-3,003
Cost at 30 April 2020		<u>9,853</u>
Impairment losses and depreciation at 1 May 2019		9,210
Amortisation/depreciation in the year		971
Reversal of amortisation/depreciation and impairment of disposals		-3,003
Impairment losses and depreciation at 30 April 2020		<u>7,178</u>
Carrying amount at 30 April 2020		<u>2,675</u>
Depreciated over		<u>3-5 years</u>

Financial statements 1 May 2019 - 30 April 2020

Notes to the financial statements

11 Investments

DKK'000	Investments in group entities, net asset value
Cost at 1 May 2019	481
Cost at 30 April 2020	481
Value adjustments at 1 May 2019	6,005
Exchange adjustment	555
Share of the profit/loss for the year	72
Other adjustments, investments	249
Value adjustments at 30 April 2020	6,881
Carrying amount at 30 April 2020	7,362

Name	Legal form	Domicile	Interest	Equity DKK'000	Profit/ loss DKK'000
Subsidiaries					
Air Alsie SA	SA	Schweiz	100.00%	7,362	72

12 Deferred income

Deferred income is prepayments which comprise accrual of expenses relating to subsequent years, including member-ship fees, subscriptions, insurance, etc.

DKK'000	2019/20	2018/19
13 Share capital		
Analysis of the share capital:		
510 shares of DKK 1,000.00 nominal value each	510	510
	510	510

14 Other provisions

The provisions are expected to be payable in:

0-1 year	7,093	23,542
1-5 year	20,830	6,150
> 5 year	3,135	0
	31,058	29,692

Other provisions include provisions for the aircraft maintenance totalling DKK 31.058 thousand. (2018/19: DKK 29.692 thousand)

Financial statements 1 May 2019 - 30 April 2020

Notes to the financial statements

15 Deferred income

Deferred income, DKK 0 thousand. (2018/19: DKK 5,122 thousand), consists of payments received from customers that may not be recognised until the subsequent financial year.

16 Contractual obligations and contingencies, etc.

Contingent liabilities

The Company stands surety for the sister company, Sandma Invest ApS' balance with its bank. The surety is limited to DKK 20,000 thousand.

A rent contract has been concluded regarding premises and hangar with a term of six months. The yearly rent totals DKK 3,600 thousand.

A rent contract has been concluded regarding other premises with a term of one month. The yearly rent totals DKK 60 thousand.

The company has provided a declaration of support to Alsie Express A/S, to secure its liquidity until 30 April 2021

Other contingent liabilities

The Company is jointly taxed with its parent, Sandma Holding A/S, which acts as management company, and together with other jointly taxed group companies, the Company has joint and several liability for the payment of income taxes as of the income year 2013 and withholding taxes on interest, royalties and dividends falling due for payment on or after 1 July 2012.

Other financial obligations

The Company has liabilities under operating leases for cars and IT equipment, totalling DKK 108 thousand, with remaining contract terms of 1-24 month.

17 Related parties

Air Alsie A/S' related parties comprise the following:

Parties exercising control

Related party	Domicile	Basis for control
Sandma Holding A/S	Lufthavnsvej 3, Ulkebøl, 6400 Sønderborg	Participating interest

Information about consolidated financial statements

Parent	Domicile
Sandma Holding A/S	Lufthavnsvej 3, Ulkebøl, 6400 Sønderborg

Related party transactions

The Company solely discloses related party transactions that have not been carried out on an arm's length basis, cf. section 98c(7) of the Danish Financial Statements Act.

All transactions have been carried out on an arm's length basis.

Financial statements 1 May 2019 - 30 April 2020**Notes to the financial statements****18 Fee to the auditors appointed by the Company in general meeting**

Audit fees are not disclosed with reference to section 96(3) of the Danish Financial Statements Act.
The fee is specified in the consolidated financial statements for Sandma Holding A/S

DKK'000	<u>2019/20</u>	<u>2018/19</u>
19 Appropriation of profit		
Recommended appropriation of profit		
Proposed dividend recognised under equity	5,000	5,000
Net revaluation reserve according to the equity method	320	140
Retained earnings	<u>1,386</u>	<u>5,859</u>
	<u>6,706</u>	<u>10,999</u>

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Henning Peter Tæstensen

Direktion

På vegne af: Air Alsie A/S

Serienummer: PID:9208-2002-2-138857223804

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2020-11-13 13:21:57Z

NEM ID 

Henning Peter Tæstensen

Dirigent

På vegne af: Air Alsie A/S

Serienummer: PID:9208-2002-2-138857223804

IP: 89.184.xxx.xxx

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NEM ID 

Jens Østerlund Jensen

Bestyrelse

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IP: 37.128.xxx.xxx

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NEM ID 

Anders Aagaard Andresen

Bestyrelse

På vegne af: Air Alsie A/S

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IP: 185.5.xxx.xxx

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NEM ID 

Niels-Henrik Hedegaard

Bestyrelse

På vegne af: Air Alsie A/S

Serienummer: PID:9208-2002-2-451726418072

IP: 212.112.xxx.xxx

2020-11-15 17:08:56Z

NEM ID 

Henrik Therkelsen

Direktion

På vegne af: Air Alsie A/S

Serienummer: PID:9208-2002-2-116731802141

IP: 89.184.xxx.xxx

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NEM ID 

Thorbjørn Bruhn

Statsautoriseret revisor

På vegne af: EY Godkendt Revisionspartnerselskab

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IP: 2.131.xxx.xxx

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René Kirkegaard


Statsautoriseret revisor

På vegne af: EY Godkendt Revisionspartnerselskab

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