

# **Air Alsie A/S**

Lufthavnsvej 3, Kær, 6400 Sønderborg

CVR no. 12 65 59 83

## Annual report 2021/22

Approved at the Company's annual general meeting on 9 November 2022

Chair of the meeting:

.....  
Henning Peter Tæstensen

## Contents

Statement by the Board of Directors and the Executive Board	2
Independent auditor's report	3
Management's review	5
Financial statements 1 May 2021 - 30 April 2022	9
Income statement	9
Balance sheet	10
Statement of changes in equity	12
Notes to the financial statements	13

## 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 2021 - 30 April 2022.

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 2022 and of the results of the Company's operations for the financial year 1 May 2021 - 30 April 2022.

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, 9 November 2022  
Executive Board:

.....  
Henrik Therkelsen  
CEO

.....  
Henning Peter Tæstensen  
CFO

Board of Directors:

.....  
Jens Østerlund Jensen  
Chair

.....  
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 2021 - 30 April 2022, 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 2022 and of the results of the Company's operations for the financial year 1 May 2021 - 30 April 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 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' 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.

### 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.
- ▶ 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.

## Independent auditor's report

- ▶ 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, 9 November 2022  
EY Godkendt Revisionspartnerselskab  
CVR no. 30 70 02 28

Allan Schøne  
State Authorised Public Accountant  
mne18512

Karen Jørgensen  
State Authorised Public Accountant  
mne40029

## Management's review

### Company details

Name	Air Alsie A/S
Address, Postal code, City	Lufthavnsvej 3, Kær, 6400 Sønderborg
CVR no.	12 65 59 83
Established	1 December 1988
Registered office	Sønderborg
Financial year	1 May 2021 - 30 April 2022
Website	<a href="http://www.alsie.com">www.alsie.com</a>
Telephone	+45 74 42 98 88
Telefax	+45 74 43 42 82
Board of Directors	Jens Østerlund Jensen, Chair Anders Aagaard Andresen Niels-Henrik Hedegaard
Executive Board	Henrik Therkelsen, CEO Henning Peter Tæstensen, CFO
Auditors	EY Godkendt Revisionspartnerselskab Nørre Havnegade 43, 6400 Sønderborg, Denmark
Bankers	Sydbank A/S

## Management's review

### Financial highlights

DKK'000	2021/22	2020/21	2019/20	2018/19	2017/18
---------	---------	---------	---------	---------	---------

#### Key figures

Revenue	766,335	517,196	610,935	577,126	478,155
Gross profit	140,549	129,451	107,489	104,720	97,041
Operating profit/loss	19,380	12,445	7,265	9,742	7,346
Net financials	-851	-2,314	1,126	1,487	-100
<b>Profit for the year</b>	<b>17,083</b>	<b>15,088</b>	<b>6,706</b>	<b>10,999</b>	<b>8,421</b>

Total assets	269,191	217,285	158,674	161,363	133,456
Investments in property, plant and equipment	341	444	791	1,164	1,034
<b>Equity</b>	<b>72,525</b>	<b>57,007</b>	<b>47,249</b>	<b>44,990</b>	<b>38,136</b>

#### Financial ratios

Operating margin	3.0%	4.8%	1.5%	2.2 %	2.2 %
Return on assets	8.0%	6.6%	4.5%	6.6%	5.9%
Equity ratio	26.9%	26.2%	29.8%	27.9%	28.6%
Return on equity	26.4%	28.9%	14.5%	26.5%	24.4%

<b>Average number of full-time employees</b>	<b>173</b>	<b>163</b>	<b>161</b>	<b>146</b>	<b>143</b>
--	------------	------------	------------	------------	------------

The financial ratios stated under "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	$\frac{\text{Operating profit/loss (EBIT)} \times 100}{\text{Revenue}}$
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 2021/22 shows a profit of DKK 17,083 thousand against a profit of DKK 15,088 thousand last year, and the balance sheet at 30 April 2022 shows equity of DKK 72,525 thousand.

In the annual report of 2020/21, Management could not assess the impact of Covid 19 for 2021/22 and government support had been applied for to the extent possible, to prevent layoffs in a period of great uncertainty.

We have achieved the satisfactory result of DKK 17.083 thousand through a variety of positive impacts from government support, higher than expected demand on the charter market - most probably due to lack of normal levels of scheduled air service, good activity in our maintenance facility and low fuel prices.

The previous uncertainty regarding covid is now rather contained to operation in China but replaced with the war in Ukraine and the subsequent closure of Ukrainian, Russian and Belarus airspace and increased energy prices.

Management considers the Company's financial performance in the year very satisfactory given the circumstances. Management expects a financial result in lower level as 2021/22 for the financial year 2022/23.

### Knowledge resources

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

### Financial risks and use of financial instruments

The company's most significant operational risks are linked to the ability to offer competitive air operations.

The company is exposed to currency risks and prices on fuel.

The company hedges its currency risks through revenues and expenses in the same currency and the fuel risk is mitigated by use of dynamic market prices.

### 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/>



## Management's review

### Account of the gender composition of Management, cf. §99b

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. The other managerial positions consist of people with employee responsibilities. 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, or 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 2020/21 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.

### Data ethics

Air Alsie has currently deemed it not necessary to have a policy for data ethics. We do only in limited volume collect, process and store data. We do not systematically collect data and do not use any automated new technology to collect data as part of our main activity. We do not perform specific data analysis, evaluation or segmentation on our own or by external assistance.

### Events after the balance sheet date

The war in Ukraine, increased energy prices and high inflation will create a more challenging operation internationally. 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 2022.

### Outlook

The management has assessed the situation around the war in Ukraine and general inflation. In the short term, we see a likely decline in Activities.. In the longer term, it is assessed that the operational conditions will have a negative impact until we see an end of the war.

We expect a decline in revenue from 764 MDKK to 500-550 MDKK and subsequent decline in result from 17 MDKK to 8-12 MDKK.

## Financial statements 1 May 2021 - 30 April 2022

### Income statement

Note	DKK'000	2021/22	2020/21
3	<b>Revenue</b>	766,335	517,196
	Other operating income	3,278	12,198
	Other external expenses	-629,064	-399,943
	<b>Gross profit</b>	140,549	129,451
4	Staff costs	-116,488	-103,287
	Amortisation/depreciation and impairment of intangible assets and property, plant and equipment	-1,403	-1,520
	<b>Profit before net financials</b>	22,658	24,644
	Income from investments in group entities	97	-1,464
5	Financial income	869	318
6	Financial expenses	-1,720	-2,632
	<b>Profit before tax</b>	21,904	20,866
7	Tax for the year	-4,821	-5,778
	<b>Profit for the year</b>	17,083	15,088

## Financial statements 1 May 2021 - 30 April 2022

### Balance sheet

Note	DKK'000	<u>2021/22</u>	<u>2020/21</u>
	<b>ASSETS</b>		
	<b>Fixed assets</b>		
8	<b>Intangible assets</b>		
	Acquired intangible assets	125	436
		<u>125</u>	<u>436</u>
9	<b>Property, plant and equipment</b>		
	Other fixtures and fittings, tools and equipment	1,558	2,145
		<u>1,558</u>	<u>2,145</u>
10	<b>Investments</b>		
	Investments in group entities, net asset value	6,101	5,568
		<u>6,101</u>	<u>5,568</u>
	<b>Total fixed assets</b>	<u>7,784</u>	<u>8,149</u>
	<b>Non-fixed assets</b>		
	<b>Inventories</b>		
	Raw materials and consumables	15,167	10,486
		<u>15,167</u>	<u>10,486</u>
	<b>Receivables</b>		
	Trade receivables	86,027	68,300
	Receivables from group entities	1,364	898
13	Deferred tax assets	9,390	6,116
	Other receivables	48,262	34,085
11	Deferred income	3,702	4,310
		<u>148,745</u>	<u>113,709</u>
	<b>Securities and investments</b>	<u>11,115</u>	<u>3,000</u>
	<b>Cash</b>	<u>86,380</u>	<u>81,941</u>
	<b>Total non-fixed assets</b>	<u>261,407</u>	<u>209,136</u>
	<b>TOTAL ASSETS</b>	<u>269,191</u>	<u>217,285</u>

## Financial statements 1 May 2021 - 30 April 2022

### Balance sheet

Note	DKK'000	2021/22	2020/21
	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
12	Share capital	510	510
	Share premium account	0	0
	Net revaluation reserve according to the equity method	5,620	6,551
	Retained earnings	61,395	47,946
	Dividend proposed for the year	5,000	2,000
	<b>Total equity</b>	72,525	57,007
	<b>Provisions</b>		
15	Other provisions	47,497	36,917
	<b>Total provisions</b>	47,497	36,917
	<b>Liabilities other than provisions</b>		
14	<b>Non-current liabilities other than provisions</b>		
	Other payables	8,726	8,668
		8,726	8,668
	<b>Current liabilities other than provisions</b>		
	Bank debt	667	0
	Prepayments received from customers	52,572	44,068
	Trade payables	54,679	36,236
	Payables to group entities	713	5,000
	Joint taxation contribution payable	8,095	5,918
	Other payables	19,105	21,099
17	Deferred income	4,612	2,372
		140,443	114,693
	<b>Total liabilities other than provisions</b>	149,169	123,361
	<b>TOTAL EQUITY AND LIABILITIES</b>	269,191	217,285

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

## Financial statements 1 May 2021 - 30 April 2022

### 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 2020	510	96	6,881	34,762	5,000	47,249
21	Transfer, see "Appropriation of profit"	0	0	0	13,088	2,000	15,088
	Transferred from share premium account	0	-96	0	96	0	0
	Exchange adjustment	0	0	-330	0	0	-330
	Dividend distributed	0	0	0	0	-5,000	-5,000
	<b>Equity at 1 May 2021</b>	<b>510</b>	<b>0</b>	<b>6,551</b>	<b>47,946</b>	<b>2,000</b>	<b>57,007</b>
21	Transfer, see "Appropriation of profit"	0	0	-1,366	13,449	5,000	17,083
	Exchange adjustment	0	0	435	0	0	435
	Dividend distributed	0	0	0	0	-2,000	-2,000
	<b>Equity at 30 April 2022</b>	<b>510</b>	<b>0</b>	<b>5,620</b>	<b>61,395</b>	<b>5,000</b>	<b>72,525</b>

## Financial statements 1 May 2021 - 30 April 2022

### Notes to the financial statements

#### 1 Accounting policies

The annual report of Air Alsie A/S for 2021/22 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.

#### 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 2021 - 30 April 2022

### 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

###### Profit/loss 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, payables and transactions denominated in foreign currencies etc.

## Financial statements 1 May 2021 - 30 April 2022

### 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 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 deduced 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 2021 - 30 April 2022

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### 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.

##### Securities and investments

Securities and investments consisting in unlisted shares etc. are measured at fair value (market price) at the balance sheet date.

##### Cash

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

##### Equity

###### *Reserve for net revaluation according to the equity method*

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

## Financial statements 1 May 2021 - 30 April 2022

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### *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.

##### **Deferred income**

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

##### **Special items**

Special items include significant income and costs that are of an unusual nature in relation to the company's operating activities.

## Financial statements 1 May 2021 - 30 April 2022

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Fair value

The fair value measurement is based on the principal market. If no principal market exists, the measurement is based on the most advantageous market, i.e. the market that maximises the price of the asset or liability less transaction and/or transport costs.

All assets and liabilities which are measured at fair value, or whose fair value is disclosed, are classified based on the fair value hierarchy, see below:

Level 1: Value in an active market for similar assets/liabilities

Level 2: Value based on recognised valuation methods on the basis of observable market information

Level 3: Value based on recognised valuation methods and reasonable estimates (non-observable market information).

##### 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

DKK'000	2021/22	2020/21
<b>Income</b>		
Salary compensation, Covid-19	0	7,034
Compensation critical personel	2,648	4,027
Compensation fixed costs	450	957
Reversal on other provisions, due to external contribution to prior year expense	0	8,210
	<u>3,098</u>	<u>20,228</u>
<b>Expenses</b>		
Write-down on intercompany balances	0	-3,886
	<u>0</u>	<u>-3,886</u>
<b>Special items are recognised in the below items of the financial statements</b>		
Revenue	0	8,210
Other operation income	3,098	12,018
Other external expenses	0	-3,886
<b>Net profit on special items</b>	<u>3,098</u>	<u>16,342</u>

#### 3 Segment information

##### Breakdown of revenue by business segment:

Subchart	15,781	2,240
Propel	95,823	50,466
Jet	513,834	361,451
Technical	133,876	99,688
Revenue not allocated	7,021	3,351
	<u>766,335</u>	<u>517,196</u>

## Financial statements 1 May 2021 - 30 April 2022

### Notes to the financial statements

DKK'000	<u>2021/22</u>	<u>2020/21</u>
<b>4 Staff costs</b>		
Wages/salaries	100,647	88,814
Pensions	14,226	13,012
Other social security costs	1,615	1,461
	<u>116,488</u>	<u>103,287</u>
Average number of full-time employees	<u>173</u>	<u>163</u>
Executive board remuneration totals DKK 3,205 thousand. (2020/21: DKK 3,135 thousand)		
<b>5 Financial income</b>		
Interest receivable, group entities	237	313
Other financial income	632	5
	<u>869</u>	<u>318</u>
<b>6 Financial expenses</b>		
Interest expenses, group entities	213	0
Other financial expenses	1,507	2,632
	<u>1,720</u>	<u>2,632</u>
<b>7 Tax for the year</b>		
Estimated tax charge for the year	8,095	5,918
Deferred tax adjustments in the year	-3,274	-140
	<u>4,821</u>	<u>5,778</u>

## Financial statements 1 May 2021 - 30 April 2022

### Notes to the financial statements

#### 8 Intangible assets

DKK'000	<u>Acquired intangible assets</u>
Cost at 1 May 2021	6,072
Additions in the year	163
Cost at 30 April 2022	<u>6,235</u>
Impairment losses and amortisation at 1 May 2021	5,636
Amortisation/depreciation in the year	474
Impairment losses and amortisation at 30 April 2022	<u>6,110</u>
<b>Carrying amount at 30 April 2022</b>	<b><u>125</u></b>
Amortised over	<u>3-6 years</u>

#### 9 Property, plant and equipment

DKK'000	<u>Other fixtures and fittings, tools and equipment</u>
Cost at 1 May 2021	10,296
Additions in the year	341
Cost at 30 April 2022	<u>10,637</u>
Impairment losses and depreciation at 1 May 2021	8,151
Amortisation/depreciation in the year	928
Impairment losses and depreciation at 30 April 2022	<u>9,079</u>
<b>Carrying amount at 30 April 2022</b>	<b><u>1,558</u></b>
Depreciated over	<u>3-5 years</u>

## Financial statements 1 May 2021 - 30 April 2022

### Notes to the financial statements

#### 10 Investments

DKK'000	Investments in group entities, net asset value
Cost at 1 May 2021	481
Cost at 30 April 2022	481
Value adjustments at 1 May 2021	5,087
Exchange adjustment	435
Share of the profit/loss for the year	98
Value adjustments at 30 April 2022	5,620
<b>Carrying amount at 30 April 2022</b>	<b>6,101</b>

Name	Legal form	Domicile	Interest	Equity DKK'000	Profit/loss DKK'000
<b>Subsidiaries</b>					
Air Alsie SA	SA	Schweiz	100.00%	6,101	98

#### 11 Deferred income

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

DKK'000	2021/22	2020/21
---------	---------	---------

#### 12 Share capital

Analysis of the share capital:

510 shares of DKK 1,000.00 nominal value each	510	510
	<u>510</u>	<u>510</u>

#### 13 Deferred tax

Deferred tax at 1 May	-6,116	-5,976
Other deferred tax	-3,274	-140
<b>Deferred tax at 30 April</b>	<u>-9,390</u>	<u>-6,116</u>

Deferred tax relates to:

Property, plant and equipment	-202	-78
Provisions	-9,135	-6,850
Liabilities	-652	-317
Other taxable temporary differences	599	1,129
	<u>-9,390</u>	<u>-6,116</u>

Analysis of the deferred tax

DKK'000	2021/22	2020/21
Deferred tax assets	-9,390	-6,116
	<u>-9,390</u>	<u>-6,116</u>

## Financial statements 1 May 2021 - 30 April 2022

### Notes to the financial statements

#### 13 Deferred tax (continued)

The deferred tax asset primarily arises from provisioned maintenance. After the maintenance-cycle has ended and the maintenance is performed, the provision is re-established for a new cycle of maintenance.

#### 14 Non-current liabilities other than provisions

DKK'000	Total debt at 30/4 2022	Repayment, next year	Long-term portion	Outstanding debt after 5 years
Other payables	8,726	0	8,726	0
	<u>8,726</u>	<u>0</u>	<u>8,726</u>	<u>0</u>

#### 15 Other provisions

The provisions are expected to be payable in:

0-1 year	14,827	6,941
1-5 year	22,991	24,333
> 5 year	9,678	5,643
	<u>47,496</u>	<u>36,917</u>

Other provisions include provisions for the aircraft maintenance totalling DKK 41,521 thousand (2020/21: DKK 31,124 thousand) and a provision of DKK 5,975 thousand (2020/21: DKK 5,793 thousand) due to declaration of support to Alsie Express A/S.

#### 16 Derivative financial instruments and disclosure of fair values

##### *Fair value disclosures*

The Company has the following assets and liabilities measured at fair value:

DKK'000	Securities	Limited partnership shares
Fair value at year end	10,671	444
Value adjustments in the income statement	631	-9
Fair value level	3	3

#### 17 Deferred income

Deferred income, DKK 4,612 thousand. (2020/21: DKK 2,372 thousand), consists of payments received from customers that may not be recognised until the subsequent financial year.

## Financial statements 1 May 2021 - 30 April 2022

### Notes to the financial statements

#### 18 Contractual obligations and contingencies, etc.

##### Contingent liabilities

The company has provided a declaration of support to Alsie Express A/S, to secure its liquidity until 30 April 2023.

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

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

##### 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 118 thousand, with remaining contract terms of 1-3 month.

#### 19 Related parties

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

##### Parties exercising control

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

##### Information about consolidated financial statements

<u>Parent</u>	<u>Domicile</u>
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 2021 - 30 April 2022

### Notes to the financial statements

#### 20 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>2021/22</u>	<u>2020/21</u>
<b>21 Appropriation of profit</b>		
<b>Recommended appropriation of profit</b>		
Proposed dividend recognised under equity	5,000	2,000
Net revaluation reserve according to the equity method	-1,366	0
Retained earnings	<u>13,449</u>	<u>13,088</u>
	<u>17,083</u>	<u>15,088</u>

# Penneo

Underskrifterne i dette dokument er juridisk bindende. Dokumentet er underskrevet via Penneo™ sikker digital underskrift. Underskrivernes identiteter er blevet registreret, og informationerne er listet herunder.

“Med min underskrift bekræfter jeg indholdet og alle datoer i dette dokument.”

## Henning Peter Tæstensen

CFO / økonomidirektør

På vegne af: Air Alsie A/S

Serienummer: PID:9208-2002-2-138857223804

IP: 89.184.xxx.xxx

2022-11-09 08:42:21 UTC

NEM ID 

## Henning Peter Tæstensen

Chair

På vegne af: Air Alsie A/S

Serienummer: PID:9208-2002-2-138857223804

IP: 89.184.xxx.xxx

2022-11-09 08:42:21 UTC

NEM ID 

## Anders Aagaard Andresen

Board of Directors / bestyrelse

På vegne af: Air Alsie A/S

Serienummer: PID:9208-2002-2-667411150499

IP: 83.137.xxx.xxx

2022-11-09 09:46:57 UTC

NEM ID 

## Niels-Henrik Hedegaard

Board of Directors / bestyrelse

På vegne af: Air Alsie AS

Serienummer: PID:9208-2002-2-451726418072

IP: 95.154.xxx.xxx

2022-11-09 10:57:41 UTC

NEM ID 

## Jens Østerlund Jensen

Board of Directors, chair / Bestyrelsesformand

På vegne af: Air Alsie A/S

Serienummer: c8ea94a7-aafe-449d-a367-da8ffc281990

IP: 185.147.xxx.xxx

2022-11-09 12:09:33 UTC

Mit 

## Henrik Therkelsen

CEO / administrerende direktør

På vegne af: Air Alsie A/S

Serienummer: PID:9208-2002-2-116731802141

IP: 89.184.xxx.xxx

2022-11-09 13:26:39 UTC

NEM ID 

## Karen Joergensen

Statsautoriseret revisor

På vegne af: EY Godkendt Revisionspartnerselskab

Serienummer: CVR:30700228-RID:58932788

IP: 37.128.xxx.xxx

2022-11-09 13:33:58 UTC

NEM ID 

## Allan Schoene

Statsautoriseret revisor

På vegne af: EY Godkendt Revisionspartnerselskab

Serienummer: CVR:30700228-RID:1269935936495

IP: 145.62.xxx.xxx

2022-11-09 13:59:27 UTC

NEM ID 

Dette dokument er underskrevet digitalt via **Penneo.com**. Signeringsbeviserne i dokumentet er sikret og valideret ved anvendelse af den matematiske hashværdi af det originale dokument. Dokumentet er låst for ændringer og tidsstempelt med et certifikat fra en betroet tredjepart. Alle kryptografiske signeringsbeviser er indlejret i denne PDF, i tilfælde af de skal anvendes til validering i fremtiden.

### Sådan kan du sikre, at dokumentet er originalt

Dette dokument er beskyttet med et Adobe CDS certifikat. Når du åbner dokumentet

i Adobe Reader, kan du se, at dokumentet er certificeret af **Penneo e-signature service** <penneo@penneo.com>. Dette er din garanti for, at indholdet af dokumentet er uændret.

Du har mulighed for at efterprøve de kryptografiske signeringsbeviser indlejret i dokumentet ved at anvende Penneos validator på følgende websted: <https://penneo.com/validate>