

# NKT Invest A/S

Vibeholms Allé 20  
2605 Brøndby

CVR no. 13 92 10 40

## **Annual report 2018**

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

24 May 2019

Morten Bang  
chairman

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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 NKT Invest A/S for the financial year 1 January – 31 December 2018.

The annual report, which has not been audited, is presented 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 2018 and of the results of the Company's operations for the financial year 1 January – 31 December 2018.

Further, in our opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

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

Brøndby, 24 May 2019  
Executive Board:

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Morten Bang  
CEO

Board of Directors:

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Roland Munkerod Andersen  
Chairman

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Lika Thiesen

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Morten Bang

Management confirms that the Company fulfills the requirements to be exempt of audit.



## **Auditor's report on the compilation of financial statements**

### **To the Management of NKT Invest A/S**

We have compiled the financial statements of NKT Invest A/S for the financial year 1 January – 31 December 2018 based on the Company's bookkeeping records and other information provided by you. The financial statements comprise income statement, balance sheet, statement of changes in equity and notes, including accounting policies.

We performed our work in accordance with ISRS 4410 *Engagements to Compile Financial Statements*.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied with relevant provisions of the Danish Auditors Act and FSR - Danish Auditors' ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion as to whether these financial statements are prepared in accordance with the Danish Financial Statements Act.

Aarhus, 24 May 2019

**KPMG**

Statsautoriseret Revisionspartnerselskab  
CVR no. 25 57 81 98

Michael Stenskrog  
State Authorised  
Public Accountant  
mne26819

**NKT Invest A/S**  
Annual report 2018  
CVR no. 13 92 10 40

## **Management's review**

### **Company details**

NKT Invest A/S  
Vibeholms Allé 20  
2605 Brøndby

Telephone: +45 4348 2000  
Website: <https://nkt.gcs-web.com/>

CVR no.: 13 92 10 40  
Established: 1 January 1990  
Registered office: Brøndby  
Financial year: 1 January – 31 December

### **Board of Directors**

Roland Munkeod Andersen, Chairman  
Lika Thiesen  
Morten Bang

### **Executive Board**

Morten Bang

## **Management's review**

### **Operating review**

#### **Principal activities**

The Company was founded in a merger of six former industrial companies. The Company has not had any operating activity during the year under review.

#### **Development in activities and financial position**

The Company was merged with the affiliated companies, Industriselskabet af 26. januar 2002 A/S, Industriselskabet af 2. maj 2002 A/S, Industriselskabet af 17. juli 2007 A/S, Industriselskabet af 23. juni 2017 A/S and NKT Research & Innovation A/S with NKT Invest A/S as the continuing company.

The Company reported a profit of DKK 58,954 for the 2018 financial year, and the Company's balance sheet total at 31 December 2018 represented DKK 41,699,512, and equity stood at DKK 41,699,512. A deferred tax asset of DKK 3,675,811 has been recognised in the balance sheet, which primarily consists of deferred tax losses. The tax losses are expected to be set off against positive taxable results in the statement of joint taxation income for the Danish entities in the NKT Group. Accordingly, the Company will receive joint taxation contributions for the jointly taxed group entities equivalent to the value of the tax asset.

#### **Events after the balance sheet date**

No events have occurred after the balance sheet date of material importance to the Company's financial position.

## Financial statements 1 January – 31 December

### Income statement

DKK	Note	2018	2017
Tax on profit for the year	2	<u>58,954</u>	<u>201,037</u>
<b>Profit for the year</b>		<u>58,954</u>	<u>201,037</u>
<b>Proposed profit appropriation</b>			
Retained earnings		<u>58,954</u>	<u>201,037</u>

## Financial statements 1 January – 31 December

### Balance sheet

DKK	Note	31/12 2018	31/12 2017
<b>ASSETS</b>			
<b>Fixed assets</b>			
<b>Property, plant and equipment</b>			
Land and buildings		<u>89,813</u>	<u>89,813</u>
<b>Total fixed assets</b>		<u>89,813</u>	<u>89,813</u>
<b>Current assets</b>			
<b>Receivables</b>			
Receivables from group entities		37,933,888	37,874,934
Deferred tax asset		<u>3,675,811</u>	<u>3,675,811</u>
		<u>41,609,699</u>	<u>41,550,745</u>
<b>Total current assets</b>		<u>41,609,699</u>	<u>41,550,745</u>
<b>TOTAL ASSETS</b>		<u><u>41,699,512</u></u>	<u><u>41,640,558</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Contributed capital	3	20,005,000	20,000,000
Retained earnings		<u>21,694,512</u>	<u>21,640,558</u>
<b>Total equity</b>		<u>41,699,512</u>	<u>41,640,558</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>41,699,512</u></u>	<u><u>41,640,558</u></u>
<b>Contractual obligations, contingencies, etc.</b>	4		
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## Financial statements 1 January – 31 December

### Statement of changes in equity

DKK	Contributed capital	Retained earnings	Total
Equity at 1 January 2017	20,000,000	1,007,363	21,007,363
Adjustments resulting from merger	<u>0</u>	<u>20,432,158</u>	<u>20,432,158</u>
Adjusted equity at 1 January 2017	20,000,000	21,439,521	41,439,521
Transferred over the profit appropriation	<u>0</u>	<u>201,037</u>	<u>201,037</u>
Equity at 1 January 2018	20,000,000	21,640,558	41,640,558
Capital increase as part of merger	5,000	-5,000	0
Transferred over the profit appropriation	<u>0</u>	<u>58,954</u>	<u>58,954</u>
<b>Equity at 31 December 2018</b>	<u><u>20,005,000</u></u>	<u><u>21,694,512</u></u>	<u><u>41,699,512</u></u>

## Financial statements 1 January – 31 December

### Notes

#### 1 Accounting policies

The annual report of NKT Invest A/S for 2018 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act with opt-in from higher reporting classes.

The accounting policies used in the preparation of the financial statements are consistent with those of last year. As a result of the merger, the comparative figures have been restated.

#### Change in the composition of activities

NKT Invest A/S has been merged with the affiliated companies Industriselskabet af 26. januar 2002 A/S, Industriselskabet af 2. maj 2002 A/S, Industriselskabet af 17. juli 2007 A/S, Industriselskabet af 23. juni 2017 A/S and NKT Research & Innovation A/S with NKT Invest A/S as the continuing company. The merger was completed with accounting effect from 1 January 2018. The merger was effected in accordance with the uniting-of-interests method, under which the merged entities' assets and liabilities are recognised at carrying amount, and the comparatives have been changed accordingly.

### Income statement

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

Tax for the year comprises current corporation tax for the year and changes in deferred tax, including changes in tax rates. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

### Balance sheet

#### Property, plant and equipment

Land and buildings 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.

Land is not depreciated.

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.

#### Receivables

Receivables are measured at amortised cost.

## Financial statements 1 January – 31 December

### Notes

#### 1 Accounting policies (continued)

##### Corporation tax and deferred tax

Current tax payable and receivable is 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. However, deferred tax is not recognised on temporary differences relating to goodwill non-deductible for tax purposes and on office premises and other items where the temporary differences arise at the date of acquisition without affecting either profit/loss or taxable income.

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. Changes in deferred tax as a result of changes in tax rates are recognised in the income statement or equity, respectively.

## Financial statements 1 January – 31 December

### Notes

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

DKK	<u>2018</u>	<u>2017</u>
Current tax for the year	<u>-58,954</u>	<u>-201,037</u>

#### 3 Equity

The contributed capital consists of:

200,050 shares of DKK 100 each

All shares rank equally.

#### 4 Contractual obligations, contingencies, etc.

##### Contingent liabilities

NKT Invest A/S is jointly taxed with the other Danish entities in the NKT Group. As a wholly-owned subsidiary and together with the other entities in the joint taxation, the Company is jointly and severally liable for Danish corporation taxes and for withholding taxes such as dividend tax, interest tax and royalty tax within the jointly taxed entity.

#### 5 Related party disclosures

NKT Invest A/S related parties comprise the following:

##### Ownership

The following shareholders are registered in the Company's register of shareholders as holding a minimum of 5% of the votes or a minimum of 5% of the contributed capital:

NKT A/S, Vibeholms Allé, 2605 Brøndby.