



Midform A/S

Fjordvej 116
6000 Kolding
CVR No. 16276138

Annual report 01.10.2020 - 30.09.2021

The Annual General Meeting adopted the
annual report on 08.12.2021

Anders Rosendahl Poulsen
Chairman of the General Meeting

Contents

Entity details	2
Statement by Management	3
Independent auditor's extended review report	4
Management commentary	6
Income statement for 2020/21	7
Balance sheet at 30.09.2021	8
Statement of changes in equity for 2020/21	10
Notes	11
Accounting policies	15

Entity details

Entity

Midform A/S

Fjordvej 116

6000 Kolding

Business Registration No.: 16276138

Registered office: Kolding

Financial year: 01.10.2020 - 30.09.2021

Board of Directors

Anders Rosendahl Poulsen

Claus Hansson

Jonas Hansson

Executive Board

Claus Hansson

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Egtved Allé 4

6000 Kolding

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of Midform A/S for the financial year 01.10.2020 - 30.09.2021.

The annual report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 30.09.2021 and of the results of its operations for the financial year 01.10.2020 - 30.09.2021.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for adoption at the Annual General Meeting.

Middelfart, 08.12.2021

Executive Board

Claus Hansson

Board of Directors

Anders Rosendahl Poulsen

Claus Hansson

Jonas Hansson

Independent auditor's extended review report

To the shareholders of Midform A/S

Conclusion

We have performed an extended review of the financial statements of Midform A/S for the financial year 01.10.2020 - 30.09.2021, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 30.09.2021 and of the results of its operations for the financial year 01.10.2020 - 30.09.2021 in accordance with the Danish Financial Statements Act.

Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

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 Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless Management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity

personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

Statement on the management commentary

Management is responsible for the management commentary.

Our conclusion on the financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

In connection with our extended review of the financial statements our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the financial statements or our knowledge obtained in the extended review or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary is in accordance with financial statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement of the management commentary.

Kolding, 08.12.2021

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Lars Bjerregaard Nielsen

State Authorised Public Accountant
Identification No (MNE) mne29393

Management commentary

Primary activities

The company has ceased its operative business activity during 2020/21 and will in the future engage in trading and investing activity.

Income statement for 2020/21

	Notes	2020/21 DKK	2019/20 DKK
Gross profit/loss		434,903	3,771,961
Staff costs	1	(303,455)	(3,824,928)
Depreciation, amortisation and impairment losses	2	(287,803)	(670,595)
Operating profit/loss		(156,355)	(723,562)
Income from investments in group enterprises		535,118	(333,903)
Other financial income		142	0
Other financial expenses	3	(442,633)	(479,113)
Profit/loss before tax		(63,728)	(1,536,578)
Tax on profit/loss for the year	4	317,335	260,859
Profit/loss for the year		253,607	(1,275,719)
Proposed distribution of profit and loss			
Retained earnings		253,607	(1,275,719)
Proposed distribution of profit and loss		253,607	(1,275,719)

Balance sheet at 30.09.2021

Assets

	Notes	2020/21 DKK	2019/20 DKK
Completed development projects	6	0	199,116
Intangible assets	5	0	199,116
Land and buildings		0	10,147,493
Other fixtures and fittings, tools and equipment		0	106,935
Property, plant and equipment	7	0	10,254,428
Investments in group enterprises		252,045	0
Receivables from group enterprises		4,355,764	2,054,632
Financial assets	8	4,607,809	2,054,632
Fixed assets		4,607,809	12,508,176
Raw materials and consumables		25,073	2,011,009
Work in progress		0	68,644
Manufactured goods and goods for resale		0	187,463
Inventories		25,073	2,267,116
Trade receivables		0	658,873
Receivables from group enterprises		4,495,678	2,653,095
Other receivables		0	142
Joint taxation contribution receivable		0	163,859
Prepayments		20,000	14,864
Receivables		4,515,678	3,490,833
Cash		4,269,942	1,693
Current assets		8,810,693	5,759,642
Assets		13,418,502	18,267,818

Equity and liabilities

	Notes	2020/21 DKK	2019/20 DKK
Contributed capital	9	1,900,000	1,900,000
Revaluation reserve		0	3,600,862
Other reserves		0	92,297
Retained earnings		992,504	(6,959,475)
Equity		2,892,504	(1,366,316)
Deferred tax		0	1,502,000
Provisions		0	1,502,000
Mortgage debt		0	4,019,354
Income tax payable		1,184,665	0
Non-current liabilities other than provisions	10	1,184,665	4,019,354
Current portion of non-current liabilities other than provisions	10	0	415,275
Bank loans		251	91,443
Prepayments received from customers		0	70,013
Trade payables		152,721	413,932
Payables to group enterprises		9,162,448	12,794,428
Other payables		25,913	327,689
Current liabilities other than provisions		9,341,333	14,112,780
Liabilities other than provisions		10,525,998	18,132,134
Equity and liabilities		13,418,502	18,267,818
Unrecognised rental and lease commitments	11		
Assets charged and collateral	12		

Statement of changes in equity for 2020/21

	Contributed capital DKK	Revaluation reserve DKK	Other reserves DKK	Retained earnings DKK	Total DKK
Equity beginning of year	1,900,000	3,600,862	92,297	(6,959,475)	(1,366,316)
Dissolution of revaluations	0	(3,600,862)	0	3,600,862	0
Group contributions etc	0	0	0	4,000,000	4,000,000
Other entries on equity	0	0	(118,330)	123,543	5,213
Tax of entries on equity	0	0	26,033	(26,033)	0
Profit/loss for the year	0	0	0	253,607	253,607
Equity end of year	1,900,000	0	0	992,504	2,892,504

Notes

1 Staff costs

	2020/21	2019/20
	DKK	DKK
Wages and salaries	286,745	3,817,417
Other social security costs	0	(2,252)
Other staff costs	16,710	9,763
	303,455	3,824,928
Average number of full-time employees	0	4

2 Depreciation, amortisation and impairment losses

	2020/21	2019/20
	DKK	DKK
Amortisation of intangible assets	199,116	165,940
Depreciation of property, plant and equipment	88,687	504,655
	287,803	670,595

3 Other financial expenses

	2020/21	2019/20
	DKK	DKK
Financial expenses from group enterprises	181,391	218,070
Other interest expenses	261,242	261,043
	442,633	479,113

4 Tax on profit/loss for the year

	2020/21	2019/20
	DKK	DKK
Current tax	1,184,665	0
Change in deferred tax	(1,502,000)	(97,000)
Refund in joint taxation arrangement	0	(163,859)
	(317,335)	(260,859)

5 Intangible assets

	Completed development projects DKK
Cost beginning of year	1,245,644
Cost end of year	1,245,644
Amortisation and impairment losses beginning of year	(1,046,528)
Amortisation for the year	(199,116)
Amortisation and impairment losses end of year	(1,245,644)
Carrying amount end of year	0

6 Development projects

The products that forms the basis of the capitalized development projects are still produced and sold by the company and the company will continue to market and sell the products. No impairments have been identified.

7 Property, plant and equipment

	Land and buildings DKK	Other fixtures and fittings, tools and equipment DKK
Cost beginning of year	10,846,212	7,286,753
Disposals	(10,846,212)	(6,968,746)
Cost end of year	0	318,007
Revaluations beginning of year	6,000,000	0
Reversal regarding disposals	(6,000,000)	0
Revaluations end of year	0	0
Depreciation and impairment losses beginning of year	(6,698,719)	(7,179,818)
Depreciation for the year	(52,466)	(36,221)
Reversal regarding disposals	6,751,185	6,898,032
Depreciation and impairment losses end of year	0	(318,007)
Carrying amount end of year	0	0

8 Financial assets

	Investments in group enterprises DKK	Receivables from group enterprises DKK
Cost beginning of year	882,258	2,054,632
Additions	0	2,301,132
Cost end of year	882,258	4,355,764
Impairment losses beginning of year	(882,258)	0
Exchange rate adjustments	5,213	0
Share of profit/loss for the year	535,117	0
Investments with negative equity value depreciated over receivables	(288,285)	0
Impairment losses end of year	(630,213)	0
Carrying amount end of year	252,045	4,355,764

Investments in subsidiaries	Registered in	Equity interest %
Midform sp. Z.O.O	Poland	100

9 Share capital

	Number	Par value DKK	Nominal value DKK
Ordinary shares	1,900	1000	1,900,000
	1,900		1,900,000

The contributed capital has not been divided into classes.

10 Non-current liabilities other than provisions

	Due within 12 months 2019/20 DKK	Due after more than 12 months 2020/21 DKK
Mortgage debt	415,275	0
Tax payable	0	1,184,665
	415,275	1,184,665

11 Unrecognised rental and lease commitments

	2020/21 DKK	2019/20 DKK
Liabilities under rental or lease agreements until maturity in total	0	14,708

12 Assets charged and collateral

Bank debt is secured by way of a company pledge with security in an allmoneys mortgage of DKK 17,000k comprising unsecured receivables from sale of goods and services, inventories of raw materials, semi-manufactured goods and finished goods, fixtures and fittings etc. and operating equipment as well as goodwill, domain names and intellectual rights.

The carrying amount of inventories pledged is DKK 25k.

The Company has issued a guarantee of payment for bank debt in other Danish group enterprises. The debt is 0k per 30.09.2021.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of a few provisions for reporting class C.

The accounting policies applied to these financial statements are consistent with those applied last year.

Consolidated financial statements

Referring to section 110 of the Danish Financial Statements Act, no consolidated financial statements have been prepared.

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year. Value adjustments of fixed asset investments and liabilities are recognised in the income statement as financial income or financial expenses.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the rate in effect at the payment date, or the rate at the balance sheet date, are recognised in the income statement as financial income or financial expenses.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue for the year (revenue), cost of sales for the year to achieve revenue for the year (cost of sales) and operating and maintenance expenses for the year on property, plant and equipment as well as sales and administrative expenses (other external expenses).

Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue is recognised net of VAT, duties and sales discounts.

Other operating income

Other operating income comprises income of a secondary nature as viewed in relation to the Entity's primary activities, including rental income and gains from the sale of intangible assets and property, plant and equipment.

Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for ordinary inventory writedowns.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

Staff costs

Staff costs comprise salaries and wages, and social security contributions, pension contributions, etc for entity staff.

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to intangible assets and property, plant and equipment comprise amortisation, depreciation and impairment losses for the financial year, calculated on the basis of the residual values and useful lives of the individual assets and impairment testing as well as gains and losses from the sale of intangible assets as well as property, plant and equipment.

Income from investments in group enterprises

Income from investments in group enterprises comprises the pro rata share of the individual enterprises' profit/loss after full elimination of intra-group profits or losses.

Other financial income

Other financial income comprises interest income, including interest income on receivables from group enterprises, net capital or exchange gains on securities, payables and transactions in foreign currencies, amortisation of financial assets, and tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise interest expenses, realised and unrealised capital losses on transactions in foreign currencies, amortisation of financial liabilities as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

Tax on profit/loss for the year

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

The Entity is jointly taxed with its Parent and all of the Parent's other Danish subsidiaries. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

Balance sheet**Intellectual property rights etc**

Intellectual property rights etc comprise development projects completed and in progress with related intellectual property rights, acquired intellectual property rights and prepayments for intangible assets.

Development projects on clearly defined and identifiable products and processes, for which the technical rate of utilisation, adequate resources and a potential future market or development opportunity in the enterprise can be established, and where the intention is to manufacture, market or apply the product or process in question, are recognised as intangible assets. Other development costs are recognised as costs in the income statement as incurred.

The cost of development projects comprises costs such as salaries and amortisation that are directly and indirectly attributable to the development projects.

Completed development projects are amortised on a straight-line basis using their estimated useful lives of the assets. The amortisation period is 2-5 years. Development projects are written down to the lower of recoverable amount and carrying amount.

Intellectual property rights etc are written down to the lower of recoverable amount and carrying amount.

Property, plant and equipment

Land and buildings are measured at cost with addition of revaluation, and for buildings, less accumulated depreciation and impairment losses. Revaluation is calculated on the basis of regular, independent fair value measurements. Land is not depreciated.

Plant and machinery, and other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

The basis of depreciation is cost minus estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Buildings	50 years
Other fixtures and fittings, tools and equipment	3-25 years

Property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Estimated useful lives and residual values are reassessed annually.

Investments in group enterprises

Investments in group enterprises are measured at cost. Investments are written down to the lower of recoverable amount and carrying amount.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value, less writedowns for bad and doubtful debts.

Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost of goods for resale, raw materials and consumables consists of purchase price plus delivery costs. Cost of manufactured goods and work in progress consists of costs of raw materials, consumables, direct labour costs and indirect production costs.

Indirect production costs comprise indirect materials and labour costs, costs of maintenance of, depreciation of and impairment losses relating to machinery, factory buildings and equipment used in the manufacturing process, and costs of factory administration and management.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

Joint taxation contributions receivable or payable

Current joint taxation contributions payable or joint taxation contributions receivable are recognised in the balance sheet, calculated as tax computed on the taxable income for the year, which has been adjusted for prepaid tax. For tax losses, joint taxation contributions receivable are only recognised if such losses are expected to be used under the joint taxation arrangement.

Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

Cash

Cash comprises cash in hand and bank deposits.

Mortgage debt

At the time of borrowing, mortgage debt to mortgage credit institutions is measured at cost which corresponds to the proceeds received less transaction costs incurred. Mortgage debt is subsequently measured at amortised cost. This means that the difference between the proceeds at the time of borrowing and the nominal repayable amount of the loan is recognised in the income statement as a financial expense over the term of the loan applying the effective interest method.

Operating leases

Lease payments on operating leases are recognised on a straight-line basis in the income statement over the term of the lease.

Other financial liabilities

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.

Prepayments received from customers

Prepayments received from customers comprise amounts received from customers prior to delivery of the goods agreed or completion of the service agreed.

Tax receivable or payable

Current tax receivable or payable is recognised in the balance sheet, stated as tax computed on this year's taxable income, adjusted for prepaid tax.