

# **KCI MEDICAL ApS**

c/o Azets Insight A/S  
Lyskær 3 C  
2730 Herlev

CVR No. 18777045

## **Annual Report 2018**

23. financial year

The Annual Report was presented and  
adopted at the Annual General Meeting of  
the Company on 9 March 2019

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Andrea Dobai-Kozak  
Chairman

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## Management's Statement

Today, Management has considered and adopted the Annual Report of KCI MEDICAL ApS for the financial year 1 January 2018 - 31 December 2018.

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 assets, liabilities and financial position of the Company at 31 December 2018 and of the results of the Company's operations for the financial year 1 January 2018 - 31 December 2018.

In our opinion, the Management's Review includes a true and fair account of the matters addressed in the review.

The conditions for not conducting an audit of the Financial Statement have been met.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Herlev, 9 March 2019

### Executive Board

Andrea Dobai-Kozak  
Man. Director

### Supervisory Board

Andrea Dobai-Kozak  
Man. Director

Peter Robert Rhodes

John Patrick Panther

## KCI MEDICAL ApS

### Company details

<b>Company</b>	KCI MEDICAL ApS c/o Azets Insight A/S Lyskær 3 C 2730 Herlev
Telephone	39900180
Website	<a href="http://www.kci-medical.com">www.kci-medical.com</a>
CVR No.	18777045
Date of formation	1 September 1995
Registered office	Herlev
Financial year	1 January 2018 - 31 December 2018
<b>Supervisory Board</b>	Andrea Dobai-Kozak, Man. Director Peter Robert Rhodes John Patrick Panther
<b>Executive Board</b>	Andrea Dobai-Kozak, Man. Director

## Management's Review

### **The Company's principal activities**

The Company's principal activities consist in sale and leasing of hospital equipment. The Company sells its products in Denmark and Finland.

### **Development in activities and financial matters**

The Company's Income Statement of the financial year 1 January 2018 - 31 December 2018 shows a result of DKK -256.284 and the Balance Sheet at 31 December 2018 a balance sheet total of DKK 7.273.937 and an equity of DKK 7.139.636.

### **Expectations for the future**

The Company is considering closing the entity in the near future.

## Accounting Policies

### Reporting Class

The Annual Report of KCI MEDICAL ApS for 2018 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B and elective choice of certain provisions applying to reporting class c entities.

The accounting policies applied remain unchanged from last year.

### Reporting currency

The Annual Report is presented in Danish kroner.

### Translation policies

Transactions in foreign currencies are translated into DKK at the exchange rate prevailing at the date of transaction. Monetary assets and liabilities in foreign currencies are translated into DKK based on the exchange rates prevailing at the balance sheet day. Realised and unrealised foreign exchange gains and losses are included in the Income Statement under Financial Income and Expenses.

## General Information

### Basis of recognition and measurement

Income is recognised in the Income Statement as it is earned, including value adjustments of financial assets and liabilities that are measured at fair value or amortised cost. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the Income Statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the Income Statement.

Assets are recognised in the Balance Sheet when it is probable that future economic benefits attributable to the asset will accrue to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the Balance Sheet when it is probable that future economic benefits attributable to the asset will flow out of the Company, and the value of the liability can be measured reliably.

At initial recognition, assets and liabilities are measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the term. Amortised cost is calculated as original cost less repayments and with the addition/deduction of the accumulated amortisation of the difference between the cost and the nominal amount. This way, exchange losses and gains are allocated over the term.

In connection with recognition and measurement, consideration is given to predictable losses and risks occurring prior to the presentation of the Annual Report, i.e. losses and risks which prove or disprove matters which exist at the balance sheet date.

## Accounting Policies

### Income Statement

#### Gross profit/loss

The Company has decided to aggregate certain items of the Income Statement in accordance with the provisions of Section 32 of the Danish Financial Statements Act.

#### Other external expenses

Other external expenses comprise expenses regarding bad debt and administration.

#### Amortisation and impairment of tangible and intangible assets

Amortisation and impairment of tangible assets has been performed based on a continuing assessment of the useful life of the assets in the Company. Non-current assets are amortised on a straight line basis, based on cost, on the basis of the following assessment of useful life and residual values:

	Useful life	Residual value
Plant and machinery	2-5 years	0%

Profit or loss resulting from the sale of tangible assets is determined as the difference between the selling price less selling costs and the carrying amount at the date of sale, and is recognised in the Income Statement under other operating income or expenses.

#### Financial income and expenses

Financial income and expenses are recognised in the Income Statement with the amounts that concern the financial year. Financial income and expenses include interest income and expenses, realised and unrealised capital gains and losses regarding securities, debt and foreign currency transactions, as well as surcharges and allowances under the tax repayment scheme.

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

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

## Accounting Policies

### Balance Sheet

#### Tangible assets

Tangible assets are measured at cost plus revaluations, if any, and less accumulated amortisation and impairment losses. Cost comprises the purchase price and costs directly attributable to the purchase until the date when the asset is available for use.

#### Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

#### Accrued income, assets

Accrued income recognised in assets comprises prepaid costs regarding subsequent financial years.

#### Cash and cash equivalents

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

#### Equity

Proposed dividend for the year is recognised as a separate item in equity.

#### Deferred tax

Deferred tax and the associated adjustments for the year are determined according to the balance-sheet liability method as the tax base of all temporary differences between carrying amounts and the tax bases of assets and liabilities.

Deferred tax assets, including the tax base of tax losses allowed for carryforward, are recognised at the value at which they are expected to be used, either by elimination in tax on future earnings or by set-off against deferred tax liabilities in enterprises within the same legal entity and jurisdiction.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax.

#### Liabilities

Liabilities are measured at amortised cost which usually corresponds to the nominal value.

#### Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the Balance Sheet as calculated tax on the expected taxable income for the year, adjusted for tax on taxable income for previous years as well as for tax prepaid.

#### Contingent assets and liabilities

Contingent assets and liabilities are not recognised in the Balance Sheet but appear only in the notes.



## Income Statement

	Note	2018 kr.	2017 kr.
<b>Gross profit</b>		<b>-243.055</b>	<b>149.609</b>
Employee benefits expense	1	0	-20.292
Depreciation, amortisation expense and impairment losses of property, plant and equipment and intangible assets recognised in profit or loss		-2.611	-2.849
Other operating expenses		0	-5.067
<b>Profit from ordinary operating activities</b>		<b>-245.666</b>	<b>121.401</b>
Other finance income		188	43.103
Other finance expenses		-10.806	-42.974
<b>Profit from ordinary activities before tax</b>		<b>-256.284</b>	<b>121.530</b>
<b>Profit</b>		<b>-256.284</b>	<b>121.530</b>
<b>Proposed distribution of results</b>			
Retained earnings		-256.284	121.530
<b>Distribution of profit</b>		<b>-256.284</b>	<b>121.530</b>

## Balance Sheet as of 31 December

	Note	2018 kr.	2017 kr.
<b>Assets</b>			
Plant and machinery		0	2.610
<b>Property, plant and equipment</b>		<u>0</u>	<u>2.610</u>
<b>Fixed assets</b>		<u>0</u>	<u>2.610</u>
Short-term trade receivables		1.436	1.437
Short-term receivables from group enterprises		5.598.358	5.598.358
Short-term tax receivables		0	188.392
Deferred income		69.706	114.010
<b>Receivables</b>		<u>5.669.500</u>	<u>5.902.197</u>
<b>Cash and cash equivalents</b>		<u>1.604.437</u>	<u>1.724.967</u>
<b>Current assets</b>		<u>7.273.937</u>	<u>7.627.164</u>
<b>Assets</b>		<u>7.273.937</u>	<u>7.629.774</u>

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Balance Sheet as of 31 December

	Note	2018 kr.	2017 kr.
<b>Liabilities and equity</b>			
Contributed capital		4.001.000	4.001.000
Retained earnings		3.138.636	3.394.920
<b>Equity</b>	2	<b>7.139.636</b>	<b>7.395.920</b>
Trade payables		121.477	0
Other payables		12.824	233.854
<b>Short-term liabilities other than provisions</b>		<b>134.301</b>	<b>233.854</b>
<b>Liabilities other than provisions within the business</b>		<b>134.301</b>	<b>233.854</b>
<b>Liabilities and equity</b>		<b>7.273.937</b>	<b>7.629.774</b>
Contingent liabilities	3		
Related parties	4		

**Notes**

	<b>2018</b>	<b>2017</b>
<b>1. Employee benefits expense</b>		
Wages and salaries	0	-299
Social security contributions	0	414
Other employee expense	0	20.177
	<b>0</b>	<b>20.292</b>
Average number of employees	0	0

**2. Statement of changes in equity**

	<b>Contributed capital</b>	<b>Retained earnings</b>	<b>Total</b>
Equity, beginning balance	4.001.000	3.394.920	7.395.920
Proposed distribution of results	0	-256.284	-256.284
	<b>4.001.000</b>	<b>3.138.636</b>	<b>7.139.636</b>

The share capital has remained unchanged for the last 5 years.

**3. Contingent liabilities**

No contingent liabilities exist at the balance sheet date.

**4. Related parties**

KCI MEDICAL's financials are included in the consolidated financials of KCI Holding UK Ltd., United Kingdom.