



KCI MEDICAL ApS

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

CVR No. 18777045

Annual Report 2019

24. financial year

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 30 June 2020

Lone Laurberg
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 2019 - 31 December 2019.

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 2019 and of the results of the Company's operations for the financial year 1 January 2019 - 31 December 2019.

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, 29 June 2020

Executive Board

Simla Semerciyan
Man. Director

Supervisory Board

Simla Semerciyan
Chairman

Irfan Malik Mohammad
Member

Lone Lehmann Laurberg
Member

KCI MEDICAL ApS

Company details

Company	KCI MEDICAL ApS c/o Azets Insight A/S Lyskær 3 C 2730 Herlev
Telephone	39900180
Website	www.kci-medical.com
CVR No.	18777045
Date of formation	1 September 1995
Registered office	Herlev
Supervisory Board	Simla Semerciyan, Man. Director Irfan Malik Mohammad Lone Lehmann Laurberg
Executive Board	Simla Semerciyan, 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 2019 - 31 December 2019 shows a result of DKK -203.464 and the Balance Sheet at 31 December 2019 a balance sheet total of DKK 7.068.348 and an equity of DKK 6.936.172.

Expectations for the future

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

Group structure

The company is a part of the Acelity group which has been acquired by 3M in October 2019.

Accounting Policies

Reporting Class

The Annual Report of KCI MEDICAL ApS for 2019 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

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.

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.

Gross profit is a combination of the items of revenue and other external expenses.

Revenue

Revenue is recognised in the income statement if the goods have been delivered and the risk has passed to the buyer before year-end and if the revenue can be reliably calculated and expected to be received. Revenue is recognised exclusive of VAT and net of sales discounts.

Other external expenses

Other external expenses comprise expenses regarding bad debt and administration.

Financial income and expenses

Financial income and expenses are recognised in the Income Statement based on the amounts that concern the financial year. Financial income and expenses include interest revenue and expenses, realised and unrealised capital gains and losses regarding transactions in foreign currencies.

Tax on net profit 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

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.

Impairment of accounts receivables past due is established on individual assessment of receivables.

Deferred 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.

Equity

Equity comprises the working capital and a number of equity items that may be statutory or stipulated in the articles of association.

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.

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.

Liabilities

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

Contingent assets and liabilities

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

Income Statement

	Note	2019 DKK	2018 DKK
Gross profit		-196.031	-243.055
Depreciation, amortisation expense and impairment losses of property, plant and equipment recognised in profit or loss		0	-2.611
Profit from ordinary operating activities		-196.031	-245.666
Other finance income		0	188
Other finance expences		-7.433	-10.806
Profit from ordinary activities before tax		-203.464	-256.284
Tax expense on ordinary activities		0	0
Profit		-203.464	-256.284
Proposed distribution of results			
Retained earnings		-203.464	-256.284
Distribution of profit		-203.464	-256.284

Balance Sheet as of 31 December

	Note	2019 DKK	2018 DKK
Assets			
Short-term trade receivables		0	1.436
Short-term receivables from group enterprises		6.995.845	5.598.358
Deferred income		72.503	69.706
Receivables		7.068.348	5.669.500
Cash and cash equivalents		0	1.604.437
Current assets		7.068.348	7.273.937
Assets		7.068.348	7.273.937

Balance Sheet as of 31 December

	Note	2019 DKK	2018 DKK
Liabilities and equity			
Contributed capital		4.001.000	4.001.000
Retained earnings		2.935.172	3.138.636
Equity		6.936.172	7.139.636
Debt to banks		1.038	0
Trade payables		131.138	121.477
Other payables		0	12.824
Short-term liabilities other than provisions		132.176	134.301
Liabilities other than provisions within the business		132.176	134.301
Liabilities and equity		7.068.348	7.273.937
Contingent liabilities	1		
Related parties	2		

Notes

1. Contingent liabilities

No contingent liabilities exist at the balance sheet date.

2. Related parties

The company's financials are included in the consolidated financials of KCI UK Holdings Limited, United Kingdom.