



KCI MEDICAL ApS

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

CVR No. 18777045

Annual Report

1 January 2020 - 31 December 2020

25. financial year

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 30 June 2021

Lone Laurberg
Chairman

Contents

Management’s Statement3

Company Information4

Management's Review5

Accounting Policies6

Income Statement9

Balance Sheet10

Notes12

Management's Statement

Today, Management has considered and adopted the Annual Report of KCI MEDICAL ApS for the financial year 1 January 2020 - 31 December 2020.

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 2020 and of the results of the Company's operations for the financial year 1 January 2020 - 31 December 2020.

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, 30 June 2021

Executive Board

David James Ashley
Man. Director

Supervisory Board

David James Ashley
Chairman

Jonathan Robert Lasparini
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	David James Ashley, Man. Director Jonathan Robert Lasparini Lone Lehmann Laurberg
Executive Board	David James Ashley, 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 2020 - 31 December 2020 shows a result of DKK -162.405 and the Balance Sheet at 31 December 2020 a balance sheet total of DKK 7.069.449 and an equity of DKK 6.773.767.

Financial year events

We have paid particular attention to how the effects of the COVID19 outbreak affect the company's future development and risks that may effect the financial reporting going forward. In this assessment, we have come to the conclusion that there would not be a significant impact of Covid 19.

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 2020 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B with the adoption of individual rules from class C.

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.

Basis of recognition and measurement

The financial statement have been prepared under the historical cost princip.

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.

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

Other external expenses

Other external costs include costs for administration.

Financial expenses

Financial expenses are recognised in the Income Statement based on the amounts that concern the financial year. Financial expenses include interest expenses, realised and unrealised capital gains and losses regarding accounts payable and 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.

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.

Deferred income, assets

Deferred 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.

Accounting Policies

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	2020 DKK	2019 DKK
Gross profit		-161.580	-196.031
Finance expenses arising from group enterprises		-6	0
Other finance expenses		-819	-7.433
Pofit from ordinary activities before tax		-162.405	-203.464
Profit		-162.405	-203.464
Proposed distribution of results			
Retained earnings		-162.405	-203.464
Distribution of profit		-162.405	-203.464

KCI MEDICAL ApS

Balance Sheet as of 31 December

	Note	2020 DKK	2019 DKK
Assets			
Short-term receivables from group enterprises		6.993.702	6.995.845
Deferred income		75.747	72.503
Receivables		7.069.449	7.068.348
Current assets		7.069.449	7.068.348
Assets		7.069.449	7.068.348

Balance Sheet as of 31 December

	Note	2020 DKK	2019 DKK
Liabilities and equity			
Contributed capital		4.001.000	4.001.000
Retained earnings		2.772.767	2.935.172
Equity		6.773.767	6.936.172
Debt to banks		2.357	1.038
Trade payables		95.014	131.138
Payables to group enterprises		198.311	0
Short-term liabilities other than provisions		295.682	132.176
Liabilities other than provisions within the business		295.682	132.176
Liabilities and equity		7.069.449	7.068.348
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.