

Annual Report 2020



Independent Auditor's Report

to the shareholders of Idavang A/S

Opinion

In our opinion, the Consolidated Financial Statements and the Parent Company Financial Statements give a true and fair view of the Group's and the Parent Company's financial position at 31 December 2020 and of the results of the Group's and the Parent Company's operations and cash flows for the financial year 1 January to 31 December 2020 in accordance with International Financial Reporting Standards as adopted by the EU and further requirements in the Danish Financial Statements Act.

We have audited the Consolidated Financial Statements and the Parent Company Financial Statements of IFRSC-Group for the financial year 1 January - 31 December 2020, which comprise income statement and statement of comprehensive income, balance sheet, statement of changes in equity, cash flow statement and notes, including a summary of significant accounting policies, for both the Group and the Parent Company ("financial statements").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Group 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 audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Statement on Management's Review

Management is responsible for Management's Review. Our opinion on the financial statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, in our view, Management's Review is in accordance with the Consolidated Financial Statements and the Parent Company Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement in Management's Review.

Management's Responsibilities for the Financial Statements

Management is responsible for the preparation of Consolidated Financial Statements and Parent Company Financial Statements that give a true and fair view in accordance with International Financial Reporting Standards as adopted by the EU and further requirements in 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 Group's and the Parent Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Group or the Parent Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due



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to the shareholders of Idavang A/S



to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions,

misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and the Parent Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Parent Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's

report. However, future events or conditions may cause the Group and the Parent Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Vejle, 26 February 2021

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
CVR No 33 77 12 31

Palle H. Jensen

State Authorised
Public Accountant
mne32115

Henrik Forthoft Lind

State Authorised
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Management's Review



Company Details

Name	Idavang A/S
Address, zip code, city	Toftthøjvej 41 DK-7321 Gadbjerg
CVR no.	20 95 61 43
Established	1998
Financial year	1 January - 31 December
Website	www.idavang.com
Telephone	+45 75 87 64 15
Board of Directors*	Niels Hermansen, Chairman Jytte Rosenmaj, Deputy chairman Claus Baltersen Ole Bjerremad Hansen Carsten Lund Thomsen
Executive Board*	Claus Baltersen, CEO Michael Henriksen, CFO
Shareholders	Jast Holding ApS, Toftthøjvej 41, DK-7321 Gadbjerg, 100%
Ultimate parent company	Jast Holding ApS, Toftthøjvej 41, DK-7321 Gadbjerg, 100%
Auditors	Pricewaterhousecoopers Statsautoriseret Revisionspartnerselskab Esbjerg Brygge 28, DK-6700 Esbjerg

(*) See note 23 for further information

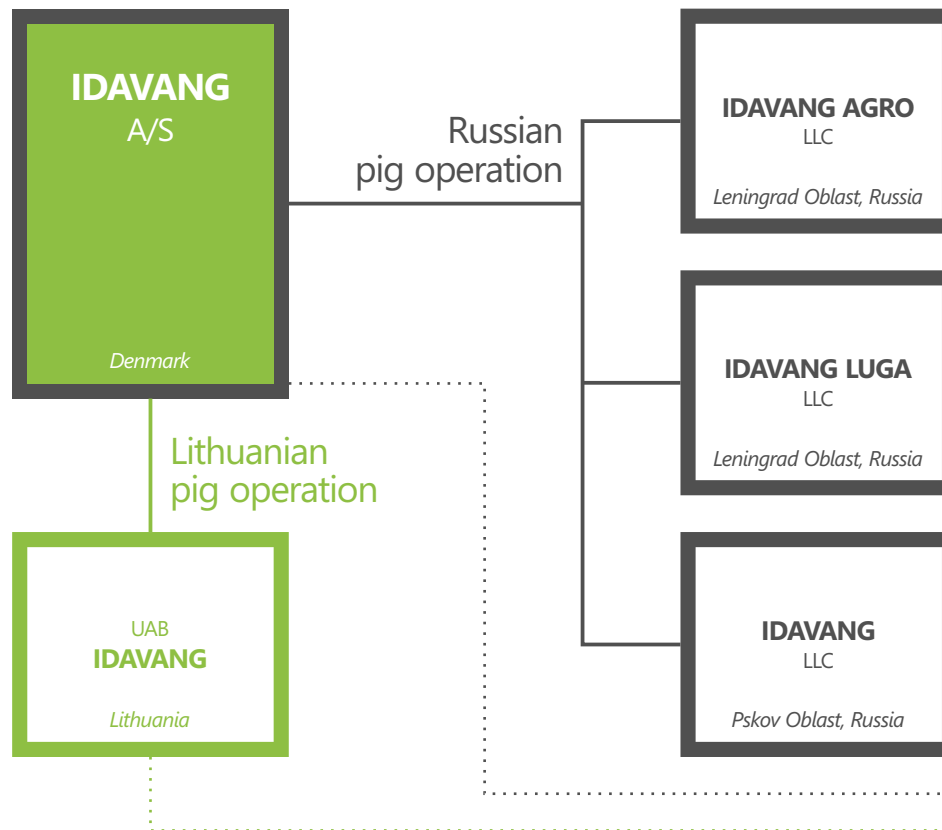
Financial Highlights

EUR'000,000

Key Figures	2020	2019	2018	2017	2016
Revenue	101.8	110.5	99.5	109.6	95.1
EBITDA (*)	10.5	26.9	17.6	21.6	26.0
Profit/loss before net financials (EBIT)	2.8	18.4	10.1	13.8	18.7
Net financials	-11.2	-4.8	-9.3	-5.9	-3.8
Profit/loss for the year	-7.8	11.0	1.2	6.1	14.3
Tangible assets	79.5	96.7	86.8	88.6	94.0
Biological assets (herd and crop)	33.7	45.0	37.4	37.3	43.8
Total assets	146.4	200.1	181.0	179.1	165.0
Equity	29.9	67.3	50.4	54.1	72.3
Net interesting-bearing debt (NIBD)	87.8	90.1	78.3	73.0	68.1
Non-current liabilities	83.4	98.0	100.1	95.3	64.6
Current liabilities	33.1	34.8	30.4	29.7	28.2
Cash flows from operating activities	21.8	2.7	5.3	19.6	14.6
Investment in property, plant and equipment	-4.6	-9.3	-12.6	-6.3	-3.5
Cash flows from financing activities	-6.0	-2.8	9.8	-11.4	-11.5
Total cash flows	11.6	-9.7	3.2	2.0	0.2
Financial Ratios					
EBITDA margin	10%	24%	19%	20%	27%
Current ratio	148%	245%	255%	254%	196%
Equity ratio	20%	34%	28%	30%	44%
Return on equity	-26%	16%	2%	10%	20%
Sold volume liveweight (kMT)	92	89	88	86	86
Return on average invested capital (ROIC)	2%	13%	7%	10%	14%
Average number of full-time employees	799	830	809	807	787

(*) Refer to note 3 Segments. Financial ratios are calculated in accordance with the recommendations of the Danish Finance Society. For terms and definitions, please see the accounting policies in note 1. Historical figures have not been adjusted for IFRS 9,15 (2016-2017) and 16 (2016-2018).

Group Chart



Above group chart shows only operational entities. All group enterprises are 100% directly or indirectly owned by Idavang A/S. Please see Parent Company Note 9 on page 63 for details.

Historical Development

- 1999 ● Idavang A/S started operating the first farm Šalnaičiai (Lithuania) with an initial investment of EUR 800 thousand.
- 2002 ● Rupinskai farm was acquired; in total, 3,000 sows were held.
- 2006 ● Mūša, Sajas and Kalvarija farms were acquired, and the production volume exceeded 11 kMT by 2005. Idavang paired off with IØ Fund (Danish Government) in Lithuanian operations from 2001-2005.
- 2008 ● Activities were expanded to Russia as Farm Vostochny (Idavang Agro LLC) was acquired and reached a total of 6,600 sows the next year.
- 2010 ● Skabeikiai, Lekėčiai and Pasodėlė farms were bought, bringing sows in operation up to 19,000.
- 2011 ● Construction of Farm Idavang Ostrov, a green field farm, began in Russia and in Lithuania Joniškis, Šeduva and Šešupė farms were acquired. Furthermore, the International Finance Corporation (part of World Bank Group) became a Idavang A/S shareholder.
- 2013 ● Russian expansion continued. Farm Ostrov went into operation, and field operations increased significantly.
- 2014 ● Construction of biogas sites in Lithuania in cooperation with Modus Energy and establishment of contracting in Poland. Idavang Lithuania started to use as a boars station.
- 2017 ● Idavang Group issues re-financing using a EUR 85m bond.
- 2018 ● Bond was listed on Nasdaq and construction on Luga site in Russia started.
- 2019 ● Luga slaughter pig stables in operation, and Berzai farm was rented in Lithuania to reduce contracting in Poland.
- 2020 ● Refinanced 85 mEUR bond with 75 mEUR bond and reduced share capital with 20% by acquiring IFC shares.

Knowledge Resources

Idavang produces commodities in an international, competitive environment.

One of the only ways we can secure our position as market leader in regard to productivity and quality is to retain our employees, develop their skills and enable them to constantly improve.

Management's Review



Current Risks

Fluctuations in prices of raw materials	Concentration of production facilities in North Western Russia and Lithuania	Russian, EU and global economic conditions	Diseases	Financial risks
<p>Pigs are fed grain, protein (e.g. soya and sunflower) and premixes (vitamin and minerals), which account for a significant part of production costs.</p> <p>An increase in these prices, together with an inability to transfer such increased costs to slaughterhouses, may have a material adverse effect on Idavang's profit. Over time, such an imbalance will lead to inefficient producers and closed productions; hence supply will be reduced, which will increase prices again.</p> <p>Idavang mitigates this exposure by being a cost-efficient producer with high productivity and operations in markets with natural premiums.</p>	<p>The concentration of production facilities in North Western Russia and Lithuania means that Idavang's operations are dependent on the degree to which raw materials can be imported and the possibility of exporting from Lithuania to EU and especially Russia (if it opens up borders) ensures the best prices for Lithuanian live pigs.</p> <p>Two areas can disrupt this export possibility: the political situation and outbreaks of diseases.</p> <p>Currently, Russian borders are closed for all imports of live commercial pigs and for chilled and frozen meat from a number of countries due to veterinarian and/or political reasons (embargo).</p> <p>Polish borders are closed for all imports of live commercial pigs from ASF Zone 2+3 in Lithuania, whereas pork meat from ASF Zone 2 can be sold in Poland, chilled and frozen.</p>	<p>An economic downturn or an uncertain economic outlook in the Russian economy could adversely affect consumers' meat and pork consumption habits.</p> <p>Similarly, a global economic downturn or an uncertain economic outlook in the world economy could adversely affect global consumers' meat and pork consumption habits. With pork being a global commodity, the individual regions as EU or Russia will also be effect, but the effects might be lower as regional markets have own fluctuations.</p>	<p>An outbreak of a serious disease could potentially cause a loss of earnings from the relevant farm for a period during which a replacement herd would be put into operation.</p> <p>Production management places high focus on the risk, and the highest biosecurity measures are taken. Furthermore, the herd is insured for all diseases to mitigate the risk to the highest possible degree.</p>	<p>During 2020, the RUB has fluctuated within a range of 25% against the EUR. The total effect for 2020 was a 24% depreciation EUR/RUB, which among others affected equity negatively by EUR 12.4m, as all Russian tangible assets are measured in RUB.</p> <p>For more information about financial risks, see note 24.</p>

Management's Review

Corporate Social Responsibility

Idavang's CSR policy covers the four areas of the UN Global Compact:

Human Rights

Labour Rights

Environment

Anti-corruption

The CSR policy also has special focus on climate change, occupational health and safety, animal welfare and community development.

The company focuses on the following five values:

Respect & Trust

Quality & Ethic

Transparency

Environmental Responsibility

Constant Development

The Idavang Group is constantly working on safeguarding these values throughout our organisation. Historically, the Idavang Group has always placed high focus on CSR, including animal welfare. Consequently Idavang have had group-housed sows and used partly slatted floors since its establishment in 1999.

Intellectual Capital Resources

Idavang considers the employees and the organizational culture as the most important assets of the company. The Company's long term success is highly linked to attracting, retaining and developing the employees. which is why both internal and external training and education are priorities of Idavang.

Anti-corruption Policy

The aim of the company's anti-corruption policy is to define Idavang's business practice for countering corruption and bribery and to provide guidance to employees. Idavang has a zero tolerance policy towards bribery and corruption.

All our partners and employees are informed about our attitude and principles towards corruption.

Warning signs are placed on walls, doors and info boards around on the farms as well as in the country headquarters.

This policy extends to all Idavang's business dealings and transactions in all countries in which we operate. The policy is fully implemented in both Lithuania and Russia. Suppliers and business contacts are periodically being informed about requirements.

Risk identified

Small gifts and corruption from suppliers

Actions

Small gifts (especially around Christmas) are mainly consumed at work.

In cases of corruptions are contract with both employees and suppliers terminated without any limitation. Idavang has not identified any cases of corruption in 2020.

Environmental Matters

Environmental matters are an integrated part of Idavang's mission and we make no compromises. We constantly strive to take care of the environment in all everyday actions, and we acknowledge the need to take care of natural resources to the benefit of future generations.

Our focus is to reduce any negative impact that our production may have on the environment. We do not have full ownership of the entire value chain. However, we urge all our business partners to help us take care of the environment.

The manure is a valuable fertilizer which, however, has a specific odor. Putting the fertilizer to efficient use and causing no inconveniences to our neighbors, we carry out careful maintenance and continuous improvements of the manure collection, storage and fertilization systems.

Many of our complexes in Lithuania and Russia have successfully functioning manure management equipment that separates the liquid and solid fraction of manure and removes excess phosphorus and ammonia.

Furthermore is there closed Lagoons on every farm

with top and double liners to prevent the emission of ammonia, nitrogen (greenhouse gas). Closed lagoons also ensure that no odour will be released into the air.

Key risk/targets identified

Reducing the amount of mineral fertilizer by supplying organic fertilizer (manure) to farmers on the optimal time.

Actions

Improve coordination with farmers so that the organic fertilizer has the highest effect hence reducing the volume of mineral fertilizer.

KPI is the price paid for organic fertilizer as we assume it equals mineral fertilizer reduced, revenue in 2020 was EUR 662k (2019: EUR 687k, 2018: EUR 493k, 2017: EUR 598k). A small decrease in revenue from record 2019.

Animal Welfare

The ethical treatment of animals is one of our fundamental values. Our work is based on the criteria of fairness, transparency and European and national legislation on animal welfare. We carry out regular reviews and assessments of our activities to ensure top-level animal welfare and efficiency of production.

Health and Safety Policy

The main purpose of the Occupational Health and Safety system is to protect employees' life and health

and to ensure good working conditions by avoiding injuries and accidents. The Occupational health and Safety tasks are structured in seven main tasks:

1. Strengthen and develop health and safety systems by forming socially responsible approach to the employees' health and safety
2. Perform an occupational risk assessment of all workplaces
3. Improve the system of training certification and instruction of employees on issues of the employees safety and health
4. Increase preventive efficiency of the employees health care
5. Increase fire safety
6. Improve safety of employees performing dangerous work
7. Providing safe, healthy work conditions for every employee

Key risk/targets identified

Work accident

Actions

Activities within this area has top priority, therefore after every accident happens an e-mail is sent to all users, to ensure learning from the case.

Accident reports include all details, for example "During pig vaccination, the pig climbed on employee's left foot", followed by pictures, employee account, etc.

KPI is accidents 17 (2020), 18 (2019), 19 (2018), 16 (2017)

Remuneration

Remuneration of members of the Board of Directors and the Executive Board

Idavang seeks to ensure that the remuneration of the Board of Directors and the Executive Board is at a competitive and reasonable level compared with companies of the same size and with the same complexity as that of Idavang to ensure that Idavang is able to attract and retain competent executives.

The members of the company's Board of Directors receive a fixed fee, the amount of which is subject to shareholder approval.

The remuneration and employment terms of the members of the Executive Board are determined by the Board of Directors, which also evaluates the work of the Executive Board.

The members of the Executive Board receive a fixed annual salary, and either have a performance-related cash bonus or a share-based long-term incentive program.

The remuneration paid for 2020 is specified in note 5 in the Group Notes.

Remuneration General

Idavang has a competitive remuneration system for all employees.

Idavang pays competitive salaries to our employees. The salary structure has standardized principles and is transparent to all employees.

Furthermore do we provide free meals, working clothes and footwear for our employees.

Intellectual Capital Resources

Idavang considers the employees and the organizational culture as the most important assets of the company.

The Company's long-term success is highly linked to attracting, retaining and developing the employees, which is why both internal and external training and education are priorities of Idavang.

Group Financial Statements



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Note 1. Significant Accounting Policies

Basis of preparation

The consolidated financial statements are prepared in accordance with International Financial Reporting Standards ('IFRS') as adopted by the EU and additional Danish disclosure requirements for financial statements prepared by large reporting class D enterprises.

The consolidated financial statements are presented in EUR. The parent's functional currency is DKK.

The financial statements have been prepared on the historical cost basis except for biological assets and hedging contracts, which are measured at fair value, and amortized cost for loans were relevant.

The accounting policies remain unchanged from previous year.

Consolidated financial statements

Subsidiaries are all entities (including structured entities) over which the group has control. The group controls an entity where the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.

The consolidated financial statements are prepared by aggregating the parent's and the subsidiaries' financial statements, prepared in accordance with the accounting policies applied by the group. Intra-group income and expenses, shareholdings, etc., intra-group balances and dividends and realized and unrealized gains on transactions between the consolidated entities are eliminated on consolidation.

Currency translation

Transactions denominated in foreign currencies are translated into EUR at the exchange rates at the date of the transaction. Monetary items denominated in foreign currencies are translated into EUR at the exchange rates at the balance sheet date. Realized and unrealized exchange gains and losses are recognized in profit or loss as financial income/expenses.

Non-monetary assets and liabilities measured at historic cost in foreign currencies are translated into EUR at

the exchange rates at the date of recognition. Non-monetary assets and liabilities measured at fair value in foreign currencies are translated into EUR at the exchange rates at the date of determination of the fair value.

Derivative financial instruments

The Group enters into commodity contracts with respect to grain in order to secure future supply.

Derivate financial instruments are initially measured at fair value at the time of conclusion of the contract and subsequently at fair value at the balance sheet date. They are recognised in other receivables when the fair value is positive and in other payables when the fair value is negative. Changes in the fair values of derivate financial instruments that are designated and qualify as hedges of future commodity purchases are recognised in other comprehensive income. Income and expenses relating to such hedging transactions are transferred from other comprehensive income on realisation of the hedged item and are recognised in the same entry as the hedged item.

Any gains or losses arising from changes in the fair value of derivative financial instruments that not qualify as hedges are recognised under net financials in the income statement.

Purchase contracts

The company enters into purchase contracts on feed components, for future delivery, for use in pig production (executory contracts). The cost price for the grain is the agreed contract price which is recognised in the books at time of delivery.

An onerous executory contract is a contract in which the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it. An executory contract for purchase of inventory is deemed onerous if the economic benefit expected to be received from the products produced with it (net realisable value of the inventories to be obtained) is lower than the costs. For onerous contract a provision is recognised.

Share-based payments

Employees in the Group receive compensation in the form of share-based payments with the employees providing services as consideration for equity instruments ('equity-settled share-based payments').

Expenses incurred in connection with equity-settled share-based payments to employees are

measured on the basis of the fair value at the grant date. The fair value is determined using an appropriate pricing model, see note 6.

Expenses related to equity-settled share-based payments are recognised over the vesting period. The total expenses recognised in respect of equity-settled share-based payments at the balance sheet date reflect the share of the vesting period that has passed and the group's best estimate of the number of equity instruments that will eventually vest.

The amount recognised in profit or loss represents the change in the total expenses recognised at the beginning and at the end of the year.

Income statement

Revenue

Revenue from sale of slaughter pigs and weaners are recognised in the income statement when the delivery and transfer of risk to the buyer has been made before year end. Revenue is recognised exclusive of VAT and is measured at the fair value of the consideration received or receivable.

Production costs

Production costs comprise expenses incurred in generating the revenue for the year. Such costs include direct and indirect production costs relating to raw materials and consumables, wages and salaries, rent and leases, and depreciation, amortisation and impairment losses in respect of production plant.

Dividend

Dividend revenue is recognised when the Group's right to receive the dividend has been established.

Net financials

Financial income and expenses are recognised in profit or loss at the amounts that relate to the reporting period. Net financials include interest income and expenses, realised and unrealised capital and exchange gains and losses on securities and foreign currency transactions and surcharges and allowances under the advance-payment-of-tax scheme, etc.

Government grants

The Group's government grants are subject to IAS 20 and comprise:

Government grants related to expenses

In Russia, the Group receives government grants in the form of reimbursement of interest expenses on loans, cost recovery for cost related to the production of crops and compensation for high grain prices.

Government grants related to expenses are recognised as income as the right to the grant is earned and received, i.e. as the eligible expenses are incurred and the grant is deposited in a bank account.

Government grants related to property, plant and equipment

In Lithuania, the Group receives government grants for the investment of property, plant and equipment in return for the Group's commitment to carry on pig production for a certain number of years.

Government grants for assets are recognised as deferred income, which is reduced in step with the depreciation of the related asset and recognised in profit or loss under depreciation.

Income taxes

Income taxes include current tax on the year's expected taxable income and the year's deferred tax adjustments less the share of the tax for the year that concerns changes in equity.

Current and deferred taxes related to items recognised directly in equity are taken directly to equity.

Balance sheet

Intangible assets

Intangible assets with indefinite lives comprise goodwill. Goodwill is not amortised but is tested for impairment on an annual basis. The impairment test is performed for the cash-generating unit to which the goodwill belongs.

The carrying amount of goodwill is reduced to the higher of the value in use and the fair value less costs to sell of the activity or the business area to which the assets relate (recoverable amount) if it is lower than the carrying amount.

Intangible assets with definite lives

Intangible assets with definite lives comprise electricity rights and the right to buy leased land in Russia. The rights are measured at cost less accumulated amortisation and impairment.

Rights are depreciated using the straight-line method on the basis of the cost over the following useful lives:

		<i>Useful life, years</i>
Intangible assets	Rights	20-25

The rights are tested for impairment whenever there is an indication that they might be impaired. The impairment test is performed for each individual asset or group of assets, respectively. The carrying amount of the assets is reduced to the higher of the value in use and the fair value less costs to sell of the asset or group of assets (recoverable amount) if it is lower than the carrying amount.

Property, plant and equipment

Property, plant and equipment include land and buildings, plant and machinery and other fixtures and fittings, tools and equipment. Property, plant and equipment are measured at cost less accumulated depreciation and impairment. The cost includes the cost of acquisition, expenses directly attributable to the acquisition of the asset and expenses incurred to prepare the asset until such time as it is ready to be put into operation.

Depreciation is calculated on the basis of cost price reduced by the residual value and any impairment losses. The residual value is determined at the date of acquisition and is reviewed on an annual basis. If the residual value exceeds the carrying amount of the asset, depreciation is discontinued. Where the depreciation period or the residual value changes, the effect on depreciation is recognized prospectively

as a change in accounting estimates.

Property, plant and equipment are depreciated using the straight-line method on the basis of the cost over the following useful lives:

		<i>Useful life, years</i>
Fixed assets	Buildings	25-40
	Plant and machinery	8-15
	Other fixtures and fittings, tools and equipment	3-10
Leasing assets	Buildings - office	5
	Buildings - production	10
	Other (contract length)	3-70

Land is not depreciated. Gains and losses from the sale of property, plant and equipment are calculated as the difference between the selling price less selling costs and the carrying amount at the time of sale. Gains or losses are recognised in profit or loss.

Property, plant and equipment are tested for impairment whenever there is an indication that an asset might be impaired. The impairment test is performed for each individual asset or group of assets, respectively. The carrying amount of the assets is reduced to the higher of the value in use and the fair value less costs to sell of the asset or group of assets (recoverable amount) if it is lower than the carrying amount.

Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset, which is an asset which requires a substantial period of time to get ready for its intended use or sale, are capitalised as part of the cost of the asset concerned until such time as it is essentially ready for its intended use or sale. Borrowing costs comprise interest and other expenses incurred in connection with borrowing.

Leases

The Group assesses at contract inception whether a contract is, or contains, a lease. That is if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low value assets. The Group recognizes lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Right-of-use-assets. The Group recognizes right-of-use assets at the commencement date of the lease. Initially right-of-use assets are measured at the present value of the future lease payment plus the cost of obligations to refurbish the assets. Payments mainly consist of fixed payment and is adjusted for any remeasurement of lease liabilities. The leased assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.

Right-of-use assets are tested for impairment whenever there is an indication that the asset may be impaired.

Lease liabilities. At the commencement date of the lease, the Group recognize lease liabilities measured at the present value of lease payment to be made over the lease term. The lease payments include fixed payments. In calculating the present value of the lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable.

After the commencement date, the amount of lease liabilities is reduced for the lease payments made and the carrying amount of the lease liability is re-measured if there is a modification, a change in the lease payments or a change in the assessment of an option to either extend or terminate the contract. The Group's lease liabilities are included in interest bearing debt (see note 24).

Short-term leases and leases of low value assets. The Group applies the recognition exemption to its short-term (lease term of less than 12 months that do not contain a purchase option) and low value asset leases. Lease payments on these contracts are recognized as expenses.

Biological assets

Biological assets are recognized when the Group controls the asset and it is probable that future economic benefits associated with the asset will flow to the Group and the cost or fair value of the asset can be measured reliably. Biological assets are measured at fair value less selling costs.

Value adjustments of biological assets are recognized in profit or loss for the period to which they relate. The value of crops is calculated at cost plus production overheads. At the time of harvest, crops are reclassified from biological assets to inventories, measured at fair value less the cost of transportation, which subsequently makes up the cost.

Breeding herds are classified as non-current. Commercial herd (slaughter pigs) are classified as current.

Inventories

Inventories are measured at cost by reference to the FIFO method. Where the net realizable value is less than the cost, the carrying amount is reduced to such lower value.

Receivables

Receivables are recognized initially at fair value and subsequently measured at amortized cost less impairment assessment is based on the Expected Credit Loss model (ECL).

The ECL model involves a three-stage approach under which financial assets move through the stages as their credit quality changes.

The stages determine how impairment losses are measured and the effective interest is applied. For trade receivables, the Group applies the simplified approach, which permits the use of lifetime ECL. Provisions rates are determined based on groupings of trade receivables sharing the same credit risk characteristics and days past due.

Prepayments

Prepayments comprise prepaid expenses.

Ratios

Term	Description
EBITDA	Earnings before interest, tax, depreciation and amortization
EBITDA margin	$EBITDA \times 100 / \text{Revenue}$
Current ratio	$\text{Current assets} \times 100 / \text{Current liabilities}$
Equity ratio	$\text{Total equity} \times 100 / \text{Total assets}$
Return on equity	$\text{Profit for the year} \times 100 / \text{Equity}$
Sold volume live weight	Weight of slaughter pigs, piglets, weaners and sows sold
kMT	1,000,000 kg
Average invested capital	Assets less cash, less bonds less non-interest-bearing debt including provisions
Return on average invested capital	$EBIT (\text{Operating profit}) \times 100 / \text{Average invested capital}$
Net interest-bearing debt	Non-current interest-bearing liabilities plus debt to credit institutions less cashless bonds
EBITDA fixed herd prices	EBITDA adjusted for the unrealized value adjustment related to biological assets.

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Note 4.
Fees Paid To Auditors Appointed At The Annual General Meeting

EUR'000	2020	2019
Fee regarding statutory audit	112	111
Assurance engagements	7	14
Tax assistance	0	1
Other assistance	0	0
Total	119	126

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Note 5.
Staff Costs

EUR'000	2020	2019
Wages and salaries	12,203	12,295
Other social security costs	1,180	1,203
Share-based payments (note 6)	-134	0
Other staff costs	581	612
Total	13,830	14,110

Staff costs are recognized as follows in the financial statements:

EUR'000	2020	2019
Production	11,462	11,151
Fixed assets	51	142
Administration	2,317	2,817
	13,830	14,110

Of which:

Remuneration for executive board	602	622
Salaries to other executive officers	695	555
Remuneration for board of directors	113	138
Shareholders in JAST Holding Aps (excluding fee in Executive Board and remuneration for board of directors)	261	548
Share-based payments (note 6), executive board and officers	-134	0
Total	1,276	1,315

Average number of full-time employees	799	830
---------------------------------------	-----	-----

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Note 6. Share-based Payments

Idavang A/S has in 2013 set up an equity-based compensation plan under which options are granted to one group executive. The options vests on 31 December 2022 or on an earlier change in the Company's ownership structure (exit).

Management has estimated the expected vesting period.

If all the options vest, the executives become entitled to subscribe for shares in the Company worth a total nominal amount of up to EUR 24,000. Each option granted provides the owner with a right, but not an obligation, to purchase one share with a nominal value of EUR 84.00 in the Company in 2015 indexed up to EUR 269.56 in 2022.

The market value of the options is calculated using the Black-Scholes model. The calculation of present market values is based on the following assumptions:

Volatility 22.3%, risk-free interest rate 1.0%, exercise price up to EUR 269.56, and no dividend before after 2022.

The volatility is calculated on the basis of a peer group of comparable enterprises. These peers were analyzed over a period, following which the volatility for purposes of the valuation was calculated as the median. As at 31 December 2020, the fair value amounts to EUR 0 (2019: EUR 134,000).

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Note 7. Amortization, Depreciation And Impairment

EUR'000	2020	2019
Buildings & land	3,750	3,841
Buildings & land IFRS16	229	120
Plant and machinery	3,190	3,402
Plant and machinery IFRS16	165	109
Other fixtures and fittings, tools and equipment	132	274
Plants under construction	200	712
Intangible assets	32	40
Total	7,698	8,498

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Note 8. Other Income

EUR'000	2020	2019
Grants in Russia on meat and grain	985	637
Sale of slurry	662	687
Delivery of pigs	507	650
Sale of fixed assets	18	29
Miscellaneous	264	302
Total	2,436	2,305

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Note 9. Financial Income

EUR'000	2020	2019
<i>> Financial income from financial assets and liabilities at fair value through profit or loss:</i>		
Interest, derivative financial instruments	15	55
Exchange gains	0	1,782
Interest income, banks	202	251
Other	193	83
Total financial income	410	2,171

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Note 10. Financial Expenses

EUR'000	2020	2019
<i>> Financial expenses from financial assets and liabilities at fair value through profit or loss:</i>		
Interest, derivative financial instruments	0	0
<i>> Financial expenses originating from loans and receivables measured at amortized cost:</i>		
Exchange losses	-3,574	0
Interest payables to credit institutions	-800	-853
Interest, bonds	-7,060	-5,561
Interest, subordinated loans	-69	-42
Other	-132	-518
Total financial expenses	-11,635	-6,974

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Note 11. Government Grants

The Group receives government grants in the form of reimbursement of interest on loans, grants for crop production and compensation for high grain prices.

The Group also receives grants for the maintenance of property, plant and equipment in return for a commitment to carry on pig production for a certain number of years.

EUR'000	2020	2019
Carrying amount 1/1	2,003	1,925
Received in the year - investments	667	744
Recognised in profit or loss in the year	-790	-827
Exchange adjustment	-283	161
Carrying amount 31/12	1,597	2,003

The carrying amount of the grants partly relates to the EU SAPARD. The carrying amount is no longer subject to non-fulfilment terms if the underlying assets are not used.

Government grants relating to interest on loans from credit institutions have been deducted in financial expenses.

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Note 12. Income Taxes

EUR'000	2020	2019
<i>Income tax expense recognized in profit or loss:</i>		
Estimated tax on the taxable income for the year	-868	-1,016
Adjustment regarding prior year	0	-147
Change in deferred tax	1,550	-1,475
Income taxes	682	-2,638
<i>Reconciliation of tax rate:</i>		
Danish tax rate	22%	22%
Difference, tax rate in foreign subsidiaries	-6%	-7%
Tax loss carry forward not capitalized	-24%	4%
Effective tax rate	-8%	19%
<i>Income taxes:</i>		
Carrying amount 1/1	0	-464
Payment	-309	-691
Tax on taxable income for the year	868	1,155
Exchange rate adjustment	0	0
Carrying amount 31/12	559	0

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Note 13. Intangible Assets

EUR'000	Goodwill	Right	Total
Cost at 1 January 2019	1,967	599	2,566
Additions	0	0	-
Disposals	0	13	13
Exchange adjustments	0	61	61
Cost at 31 December 2019	1,967	673	2,640
Amortization at 1 January 2019	948	322	1,270
Amortization	0	40	40
Disposals	0	0	0
Impairment	0	0	0
Exchange adjustments	0	25	25
Impairment losses and amortization at 31 December 2019	948	387	1,335
Carrying amount at 31 December 2019	1,019	286	1,305
Cost at 1 January 2020	1,967	673	2,640
Additions	0	15	15
Disposals	0	0	0
Exchange adjustments	0	-113	-113
Cost at 31 December 2020	1,967	575	2,542
Amortization at 1 January 2020	948	387	1,335
Amortization	0	32	32
Disposals	0	0	0
Impairments	0	0	0
Exchange adjustments	0	-52	-52
Impairment losses and amortization at 31 December 2020	948	367	1,315
Carrying amount at 31 December 2020	1,019	208	1,227

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Note 15. Property, Plant And Equipment

EUR'000	2020	Land and buildings	IFRS16 Land and buildings	Plant and machinery	IFRS16 Plant and machinery	Fixtures, fittings, tools, equipment	Plants under construction	Total
Cost at 1 January 2020		111,113	2,092	42,853	391	3,357	6,412	166,218
Additions		316	608	936	56	70	2,067	4,014
Disposals		-12	-185	-68		-65	0	-330
Transfers		3,896	0	617		18	-5,633	-1,063
Exchange adjustments		-13,567	-88	-6,244		-120	-901	-20,920
Cost at 31 December 2020		101,746	2,427	38,094	447	3,260	1,945	147,919
Impairment losses and depreciations at 1 January 2020		37,423	120	28,509	109	2,600	712	69,473
Depreciations and impairments		3,750	229	3,190	165	132	200	7,666
Reversed depreciation on disposals		-14	0	-67		-46	0	-127
Transfers							-912	-912
Exchange adjustments		-3,597	-13	-3,895		-128	0	-7,633
Impairment losses and depreciations at 31 December 2020		37,562	336	27,737	274	2,558	0	68,467
Carrying amount at 31 December 2020		64,184	2,091	10,357	173	702	1,945	79,452
Land which is not depreciated		2,945						
Of which is financial leased				3,713				

Cost amount of assets written off but still in use is EUR 22,489 thousand.

The amount of borrowing costs capitalised during the year ended 31 December 2020 was EUR 329k (2019: EUR 335k).

See note 24 for financial liabilities relating to right-to-use assets.

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**Note 15.
Property,
Plant And
Equipment**

Cost amount of assets written off but still in use is EUR 15,588 thousand.

The amount of borrowing costs capitalised during the year ended 31 December 2019 was EUR 335k (2018: EUR 50k).

See note 24 for financial liabilities relating to right-to-use assets.

EUR'000	2019	Land and buildings	IFRS16 Land and buildings	Plant and machinery	IFRS16 Plant and machinery	Fixtures, fittings, tools, equipment	Plants under construction	Total
Cost at 1 January 2019		95,826		37,364		3,634	8,383	145,207
Additions		5,460	2,092	2,035	391	20	1,737	11,735
Disposals		0	0	-845	0	-385	0	-1,230
Transfers		3,380	0	1,207	0	23	-4,610	0
Exchange adjustments		6,447	0	3,092	0	65	902	10,506
Cost at 31 December 2019		111,113	2,092	42,853	391	3,357	6,412	166,218
Impairment losses and depreciations at 1 January 2019		31,921		24,075		2,456		58,452
Depreciations and impairments		3,841	120	3,402	109	274	712	8,458
Reversed depreciation on disposals		0	0	-781	0	-199	0	-980
Exchange adjustments		1,661	0	1,813	0	69	0	3,543
Impairment losses and depreciations at 31 December 2019		37,423	120	28,509	109	2,600	712	69,473
Carrying amount at 31 December 2019		73,690	1,972	14,344	282	757	5,700	96,745
Land which is not depreciated		3,411						
Of which is financial leased				1,304				

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**Note 16.
Biological
Assets**

 Value adjustment
of biological assets.

EUR'000	Crops	Commercial herd	Total current assets	Non current assets Breeding herd
Carrying amount at 1 January 2019	1,453	21,739	23,192	14,194
Gains/losses from fair value changes	0	4,058	4,058	31
Additions	4,207	83,237	87,444	4,174
Disposals	-4,280	-80,119	-84,399	-6,221
Transfers	0	-2,653	-2,653	2,653
Exchange adjustments	209	1,400	1,609	941
2019	Carrying amount at 31 December 2019	27,662	29,251	15,772
Biological assets provided as security for loans	0	0	0	0
Carrying amount at 1 January 2020	1,589	27,662	29,251	15,772
Gains/losses from fair value changes	0	-10,403	-10,403	1,140
Additions	3,512	81,052	84,564	3,412
Disposals	-3,640	-76,203	-79,843	-5,644
Transfers	0	-2,643	-2,643	2,643
Exchange adjustments	-362	-2,349	-2,711	-1,854
2020	Carrying amount at 31 December 2020	17,116	18,215	15,469
Biological assets provided as security for loans	0	0	0	0

Idavang uses the following hierarchy for determining and disclosing the fair value:

Level 1:

Quoted (unadjusted) prices in active markets for identical assets

Level 2:

Significant observable inputs

Level 3:

Significant unobservable inputs

Commercial and breeding herd are measured at fair value level 2 due to significant links to observable quotes on pigs and recent sales prices.

	2020	2019
Crops	An area of 7.604 ha was harvested mainly wheat, and by the end of 2020 6.895 ha were seeded	An area of 7.096 ha, was harvested mainly wheat, and by the end of 2019 5,499 ha, were seeded
Commercial herd	Stock increased and at year-end stock was 396.971 pigs. During the year 778.848 slaughter pigs, 9,116 weaners and 15.182 sows were sold	Stock decreased and at year-end stock was 372,610 pigs. During the year 776,419 slaughter pigs, 26,461 weaners and 14,689 sows were sold
Breeding herd	Stock increased and the year ended with a total of 30.690 sows, gilts and boars	Stock increased and the year ended with a total of 29,809 sows, gilts and boars

Crops are based on cost of seed, fertilizer, chemical, variable cost and salary to field production. Revaluation of consumable biological assets was made based on the prices of the most recent sales prices and official quotes.

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Note 17.

Loans, Receivables And Liabilities Measured At Amortised Cost

EUR'000	2020		2019	
	Carrying amount	Fair value	Carrying amount	Fair value
<i>> Loans and receivables at amortised cost:</i>				
Trade receivables	3,369	3,369	5,664	5,664
Other receivables	429	429	1,715	1,715
Cash	13,757	13,757	30,286	30,286
Total cash and receivables measured at amortised cost	17,555	17,555	37,665	37,665
<i>> Financial liabilities measured at amortised cost:</i>				
Payables to credit institutions	99,282	99,282	118,196	118,196
Payables to IFRS16	2,267	2,267	2,233	2,233
Trade payables	6,885	6,885	5,332	5,332
Total financial liabilities measured at amortised cost	108,434	108,434	125,761	125,761

Idavang uses the following hierarchy for determining and disclosing the fair value:

Level 1:

Quoted (unadjusted) prices in active markets for identical assets or liabilities

Level 2:

Other techniques for which all input that have a significant effect on the recorded fair value are observable, either directly or indirectly.

All financial assets and liabilities are classified as level 2 except bonds, which are level 1.

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 Note 18.
Deferred Tax

EUR'000	Consolidated balance sheet			Income statement	
	2020	2019	1/1 2019	2020	2019
Property, plant and equipment	-775	-802	-829	27	27
Biological assets	-753	-2,276	-1,101	1,523	-1,175
Other non-current assets	1	1	1	0	-24
Current assets and liabilities	8	8	32	0	-303
Tax loss carry forward	760	757	1,060	0	0
Deferred tax income/(expense)				1,550	-1,475
Deferred tax asset/(liability)	-759	-2,312	-837		
<i>Deferred tax asset/liability is recognised in the balance sheet as follows:</i>					
Deferred tax asset	760	757	757		
Deferred tax liability	1,519	3,069	1,594		
Deferred tax, net	-759	-2,312	-837		
<i>Reconciliation of deferred tax, net:</i>					
At 1/1	-2,312	-837			
The year's tax income/expense recognized in profit or loss	1,550	-1,475			
Exchange adjustments	3	0			
At 31/12	-759	-2,312			

Tax losses carry forward not capitalized are EUR 4.491 thousand (2019 EUR 3.542 thousand) due to uncertainties of utilizing it in the future.

Deferred tax assets (tax loss carry forward) are recognised when it is assumed highly probably that the assets will be utilised.

Effect of income statement is the difference of opening and closing deferred tax.

NOTES: Group

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Note 19.

Inventories

EUR'000	2020	2019
Raw materials and consumables	12,195	15,599
Cost of sales recognised in profit or loss (feed)	62,004	62,798

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Note 20.

Trade Receivables

Trade receivables at 31 December 2020 include receivables at a nominal value of EUR 3,369 thousand (2019: EUR 5,664 thousand), the carrying amount of which has been reduced by EUR 0 thousand (2019: EUR 0 thousand) regarding write downs. Trade receivables overdue by more than 30 days are EUR 70 thousand (2019: EUR 155 thousand).

The reason why trade receivables are low compared to revenue is that all sales in Russia are prepaid by the customer and sales in the EU (mainly Lithuania) have been covered through credit insurance agreements since 2006.

As all sales in Russia are prepaid and all other sales have been covered by credit insurance the write-down according to the expected credit loss model is insignificant. Therefore there have not been recognized any write-downs on the receivables.

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Note 21.

Cash

EUR'000	2020	2019
Cash	13,757	5,524
Escrow account	0	24,762
Total	13,757	30,286

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Note 22.

Capital Structure

Capital management

The Group aims to create the room required to secure its strategic development activities and be able to provide a competitive return for its shareholders.

The Board of Directors generally intends to distribute excess cash to the shareholders by way of dividends. However, dividends will always take into account the Group's growth plans and funding requirements.

Share and authorisations

Idavang A/S has only one share class with equal rights. Shares have a denomination of EUR 1 per share. The shares are non-negotiable instruments.

Capital Structure

The share capital has been paid in full and 100% owned by JAST Holding Aps.

All resolutions at the general meetings of shareholders must be adopted by a simple majority of the votes of the shares present at the meeting, unless one of the listed voting right restrictions or the Danish Companies Act provides otherwise. In the event of a tie, the proposal will lapse.

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Note 23.

Management

		Board Of Directors				Executive Board	
Name		Niels Hermansen	Jytte Rosenmaj	Ole Bjerremand Hansen	Carsten Lund Thomsen	Claus Baltersen	Michael Henriksen
Role		CHAIRMAN	DEPUTY CHAIRMAN	BOARD MEMBER	BOARD MEMBER	CEO & BOARD MEMBER	CFO
Born		1953	1964	1960	1967	1971	1974
Gender		Male	Female	Male	Male	Male	Male
Nationality		Danish	Danish	Danish	Danish	Danish	Danish
First elected		2013	1999	1999	1999	2017	
Employed since						1998	2009
Independent		Yes	No	No	No	No	
Audit Committee		Member	Chairman	Member	Member		
Securities 31.12.2020		0	0	0	0	0	0
JAST Holding ¹⁾		0	0	125,000 ²⁾	83,332	41,668	0
Directorships	Chairman	Fredericia Furniture A/S, Erik Jørgensen Møbelfabrik A/S Vikan A/S, Vissingfonden	Nutriflow Aps, CubAgro Holding Aps, CerCa A/S, Tofthøj Agro Aps, Danish Farmers Abroad, Commoditrader Aps		Jast Holding Aps, CMC Agro A/S, Ejendomsselskabet Niels Bugges Kro og Hotel A/S, Naturbiogas, Sode A/S		
	Deputy Chairman		AgroSkandia Holding A/S				
	Member	Stjerneskanen Holding Aps, Vissing Holding A/S	Jast Holding Aps, Meta Mariehjemmet, DCH International A/S, Premium Pork International A/S	Jast Holding Aps, Nutriflow Aps, Tofthøj Agro Aps	Slovakian Farm Invest A/S, Danish Pig Consulting Group A/S, Akset A/S, Sundgaard Invest A/S, Biogastechnik A/S	Jast Holding Aps	

1) JAST Holding A/S is Idavang A/S's sole shareholder with 100%, and the company has issued 250,000 shares in total.

2) Include all shares controlled

The Group's policy is to minimize current payables to credit institutions. The Group has assessed the concentration of risk with respect to refinancing of its debt, finding it to be low and spread among a number of banks.

Access to sources of funding is sufficiently available and debt maturing within 12 months is expected to a high degree to be rolled over with existing lenders.

EUR'000	2020	1/1	Cash flow	FX/Other	12/31
Payables to credit institutions, IFRS 16	2,233	114	-80		2,267
Issued bonds	83,153	-9,976	647		73,824
Payables to credit institutions	35,043	-2,856	-6,728		25,458
Total	120,429	-12,718	-6,162		101,549

Issued bonds include prepaid cost of EUR 1.176k 31.12.2020, which is written off over the tenor of the loan. For 2020 the Group has paid EUR 370k regarding lease contracts of which EUR 69k is related to interest and EUR 301k is related to repayment of lease debt.

EUR'000	2019	1/1	Cash flow	FX/Other	12/31
Payables to credit institutions	14,019	1,601	-8,271		7,349
Payables to credit institutions, IFRS16		-223	2,456		2,233
Issued bonds	82,822	0	331		83,153
Current portion of non-current liabilities to credit institutions	9,254	-4,628	10,202		14,828
Payable to credit institutions	10,686	480	1,700		12,866
Total	116,781	-2,769	6,417		120,429

Payables to credit institutions are recognised in the balance sheet as follows:

Currency	Interest	2020	Within 1 year	1-5 years	More than 5 years
EUR	7.5%	73,824	0	73,824	0
EUR	2.5-4.0%	7,177	942	5,594	641
RUB	3.5%-4.0%	20,548	20,326	223	0
Total		101,549	21,268	79,641	641

Currency	Interest	2019	Within 1 year	1-5 years	More than 5 years
EUR	6.9%	83,153	0	83,153	0
EUR	2.5-3.5%	9,494	971	7,902	621
RUB	3.5-4.5%	27,090	26,723	367	0
DKK	2.5%*	692	0	692	0
Total		120,429	27,694	92,114	621

* Partly subsidy loans with higher interest where reimbursement goes directly to Idavang, the interest illustrated is net of subsidy.

Payables to credit institutions and bonds including interest have the following maturity terms:

EUR'000	2020	2019
Within 1 year	27,465	24,308
1-5 years	101,584	107,497
More than 5 years	777	922
Total	129,827	132,727

Quoted bond is included with EUR 5,513k with 1 year and 95,188k 1-5 years. See note 25 for more information.

NOTES: Group

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Note 26.

Contingent Liabilities, Securities And Other Financial Obligations

Contingent liabilities

Securities

The following assets have been provided as security for the group's bankers:

EUR'000	2020	2019
Land, buildings and machinery	40,630	40,300
Herd	0	0
Inventories	0	0
Cash and cash equivalents	0	24,762
Total	40,630	65,062

Other obligations

Purchase contracts of grain, soy and sunflower in Lithuania and Russia of EUR 19.3m (2019: EUR 15.2m).

The Idavang Group is party of a credit facility agreement with Jyske Bank and Nordic Trustee. See details in Parent Company Note 17.

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Note 27.

Post Balance Sheet Events

No events materially affecting the Group's financial position have occurred subsequent to the financial year-end.

Income Statement

NOTE	EUR'000	2020	2019
	Revenue	0	150
3 4 5	Administration costs	-583	-1,341
	Operating profit	-583	-1,191
6	Financial income	33,630	4,490
7	Financial expenses	-12,624	-6,284
	Profit before tax	20,423	-2,985
8	Tax on profit for the year	14	680
	Profit for the year	20,437	-2,305
<i>Attributable to:</i>			
	Transferred to equity	20,437	-2,305

Statement Of Other Comprehensive Income

EUR'000	2020	2019
Profit for the year	20,437	-2,305
<i>Other comprehensive income:</i>		
Exchange adjustment, foreign subsidiaries	59	-2
Other comprehensive income not be reclassified to profit or loss in subsequent periods	0	0
Other comprehensive income	59	-2
Total comprehensive income	20,496	-2,307

Balance Sheet

		Assets	
NOTE	EUR'000	2020	2019
Non-current assets			
10	Property, plant and equipment	0	13
	<i>Other non-current assets</i>		
9	Shares in subsidiaries	28,623	28,507
14	Deferred tax	194	180
	Other receivables	441	441
	Total non-current assets	29,258	29,141
Current assets			
	<i>Receivables</i>		
12	Receivables from group companies	55,282	51,353
	Other receivables	54	13
	Total receivables	55,336	51,366
13	Cash	3,011	24,864
	Total current assets	58,347	76,230
	Total assets	87,605	105,371

Equity & Liabilities

NOTE	EUR'000	2020	2019
Equity			
	Share capital	800	1,000
	Exchange adjustments	20	-39
	Retained earnings	4,413	1,681
	Total equity	5,233	2,642
Non-current liabilities			
11 12	Credit institutions and issued bonds	73,823	89,609
	Provisions	0	134
	Total non-current liabilities	73,823	89,743
Current liabilities			
	Payable to group companies	7,440	12,627
	Other payables	1,109	359
12	Total current liabilities	8,549	12,986
	Total liabilities	82,372	102,729
	Total equity & liabilities	87,605	105,371

Cash Flow Statement

NOTE	EUR'000	2020	2019
	Operating profit/loss	-583	-1,191
5	Depreciation and amortisation	2	5
	Changes in receivables	-7,442	-27,575
	Changes in non-current receivables	0	0
	Changes in other current liabilities	-4,437	1,010
4	Share-based payments	-134	0
	Total	-12,594	-27,751
	Interest received	3,420	2,204
	Dividend received	29,694	442
	Interest paid	-8,395	-5,821
	Corporation tax paid	0	0
	Cash flows from operating activities	12,125	-30,926

NOTE	EUR'000	2020	2019
10	Acquisition of property, plant and equipment	0	0
	Disposal of property, plant and equipment	11	0
	Cash flows from investing activities	11	0
	Proceeds from borrowings	73,794	5,365
	Repayments of borrowings	-89,743	0
	Excess cash after repurchase of IFC shares	6,722	0
	Cash flows from financing activities	-9,227	5,365
	Net cash flows from operating, investing and financing activities	2,909	-25,561
	Cash and cash equivalents at 1 January	102	25,663
	Exchange adjustments	0	0
13	Cash and cash equivalents at 31 December	3,011	102

NOTES: Parent Company

Financial Statements for the period January 1 - December 31

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Note 11.
Payables to credit institutions and issued bonds

EUR'000	2020	2019
Non-current liability	73,823	89,609
Current liability	0	0
Book value in total	73,823	89,609

Payables to credit institutions and bonds including interest have the following maturity terms:

EUR'000	2020	2019
Within 1 year	5,491	5,447
1-5 years	95,100	94,830
More than 5 years	0	0
Total	100,591	100,277

Quoted bond is included with EUR 5,491k with 1 year and 95,100k 1-5 year.

2020

EUR'000	Avg. nominal interest	Avg. effective interest	Currency	Interest period	Book value
Issued bonds	7.3%	7.6%	EUR	4 years	73,823
Total					73,823

2019

Variable loans	2.5%	2.5%	EUR	2 years	6,457
Issued bonds	6.5%	6.9%	EUR	2 years	83,152
Total					89,609

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Note 12. Financial Assets And Liabilities

Receivables from group entities are based on agreements with 3rd party, hence assumed equal to fair value.

EUR'000	Carrying amount 2020	Fair value 2020	Carrying amount 2019	Fair value 2019
<i>Loans and receivables at amortised cost:</i>				
Receivables from group entities	55,282	55,282	51,353	51,353
Other receivables	54	54	13	13
Cash	3,011	3,011	24,864	24,864
Total loans and receivables measured at amortised cost	58,347	58,347	76,230	76,230
Total financial assets	58,347	58,347	76,230	76,230
<i>Financial liabilities measured at amortised cost:</i>				
Payables to credit institutions	73,823	73,823	89,609	89,609
Payable to group entities	7,440	7,440	12,627	12,627
Other payables	1,109	1,109	359	359
Total financial liabilities measured at amortised cost	82,372	82,372	102,595	102,595
Total financial liabilities	82,372	82,372	102,595	102,595

EUR'000	2020				2019			
	1/1	Cash flow	FX/other	12/31	1/1	Cash flow	FX/other	12/31
Payables to credit institutions	6,457	-6,457	0	0	1,073	5,384	0	6,457
Issued bonds	83,152	-9,492	163	73,823	82,822	0	330	83,152
Payable to credit institutions	0	0	0	0	0	0	0	0
Total	89,609	-15,949	163	73,823	83,895	5,384	330	89,609

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 Note 15.
Related Party Transactions
2020

EUR'000	Repurchase of shares	Management fee & salary	Dividend
<i>Owners:</i>			
Shareholders in Jast Holding ApS (excluding Executive Board)	0	297	0
IFC	17,905	0	0
Total	17,905	297	0

EUR'000	Management fee	Interest net	Loan to/from
<i>Subsidiaries:</i>			
UAB Idavang	0	938	30,000
Idavang Agro LLC	0	1,085	12,197
Idavang LLC	0	0	75
Pskov Invest ApS	0	-1,486	-7,440
Rus Invest ApS	0	1,394	13,010
Total	0	1,931	47,842

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 Note 15.
Related Party Transactions
2019

EUR'000	Management fee and salary	Dividend
<i>Owners:</i>		
Shareholders in Jast Holding ApS (excluding Executive Board)	601	0
IFC	0	0
Total	601	0

In addition to the related parties mentioned in the consolidated financial statements, Idavang A/S's related parties include the subsidiaries set out in Note 9 and executive board and board of directors.

The tables show transactions with related parties in the financial year.

Transactions with executive board and board of directors are enclosed in Note 4.

All transactions with related parties are carried out on an arm's length basis.

Rus Invest Aps and Idavang Agro LLC's creditworthiness have been evaluated due to high equity ratio, it has been concluded that the receivables do not have any risk for losses, hence they are not written down.

EUR'000	Management fee	Interest net	Loan to/from
<i>Subsidiaries:</i>			
UAB Idavang	0	870	25,074
Idavang Agro LLC	75	1,313	14,633
Idavang LLC	75	0	75
Pskov Invest ApS	0	-1,400	-12,627
Rus Invest ApS	0	1,248	11,571
Total	150	2,031	38,726

Annual
Report
2020



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Claus Baltersen

CEO

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Serienummer: cb@idavang.com

IP: 78.60.xxx.xxx

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Claus Baltersen

Bestyrelsesmedlem

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Carsten Lund Thomsen

Bestyrelsesmedlem

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Michael Thuesen Henriksen

Direktør

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Michael Thuesen Henriksen

Dirigent

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