



Østerberg Holding ApS

Planen 1
DK-5300 Kerteminde
CVR No. 21210498

Annual report 01.10.2021 - 30.09.2022

The Annual General Meeting adopted the
annual report on 30.03.2023

Niels Olaf Østerberg
Chairman of the General Meeting

Contents

Entity details	2
Statement by Management on the annual report	3
Independent auditor's report	4
Management commentary	7
Consolidated income statement for 2021/22	10
Consolidated balance sheet at 30.09.2022	11
Consolidated statement of changes in equity for 2021/22	14
Consolidated cash flow statement for 2021/22	15
Notes to consolidated financial statements	16
Parent income statement for 2021/22	22
Parent balance sheet at 30.09.2022	23
Parent statement of changes in equity for 2021/22	25
Notes to parent financial statements	26
Accounting policies	28

Entity details

Entity

Østerberg Holding ApS

Planen 1

DK-5300 Kerteminde

Business Registration No.: 21 21 04 98

Registered office: Kerteminde

Financial year: 01.10.2021 - 30.09.2022

Executive Board

Niels Olaf Østerberg

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Tværkajen 5

P. O. Box 10

5100 Odense

Statement by Management on the annual report

The Executive Board has today considered and approved the annual report of Østerberg Holding ApS for the financial year 01.10.2021 - 30.09.2022.

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

In my opinion, the consolidated financial statements and the parent financial statements give a true and fair view of the Group's and the Parent's financial position at 30.09.2022 and of the results of their operations and the consolidated cash flows for the financial year 01.10.2021 - 30.09.2022.

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

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

Rynkeby, 30.03.2023

Executive Board

Niels Olaf Østerberg

Independent auditor's report

To the shareholders of Østerberg Holding ApS

Opinion

We have audited the consolidated financial statements and the parent financial statements of Østerberg Holding ApS for the financial year 01.10.2021 - 30.09.2022, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies, for the Group as well as the Parent, and the consolidated cash flow statement. The consolidated financial statements and the parent financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the consolidated financial statements and the parent financial statements give a true and fair view of the Group's and the Parent's financial position at 30.09.2022 and of the results of their operations and the consolidated cash flows for the financial year 01.10.2021 - 30.09.2022 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and 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 consolidated financial statements and the parent financial statements" section of this auditor's report. We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's responsibilities for the consolidated financial statements and the parent financial statements

Management is responsible for the preparation of consolidated financial statements and parent financial statements that give a true and fair view in accordance with the Danish Financial Statements Act, and for such internal control as Management determines is necessary to enable the preparation of consolidated financial statements and parent financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements and the parent financial statements, Management is responsible for assessing the Group's and the Entity's ability to continue as a going concern, for disclosing, as applicable, matters related to going concern, and for using the going concern basis of accounting in preparing the consolidated financial statements and the parent financial statements unless Management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the consolidated financial statements and the parent financial statements

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements and the parent 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 Entity'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 consolidated financial statements and the parent 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 Entity'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 consolidated financial statements and the parent 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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements and the parent financial statements, including the disclosures in the notes, and whether the consolidated financial statements and the parent 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.

Statement on the management commentary

Management is responsible for the management commentary.

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

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

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

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

Odense, 30.03.2023

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Bo Damgaard Hansen

State Authorised Public Accountant
Identification No (MNE) mne34543

Abdul Wahab Ashraf

State Authorised Public Accountant
Identification No (MNE) mne46664

Management commentary

Financial highlights

	2021/22	2020/21	2019/20	2018/19	2017/18
	USD'000	USD'000	USD'000	USD'000	USD'000
Key figures					
Revenue	66,247	55,643	56,109	51,318	46,910
Gross profit/loss	12,865	11,436	12,711	12,771	12,525
Operating profit/loss	2,249	1,536	2,433	2,637	2,057
Net financials	(812)	(933)	(1,191)	(844)0	(1,434)
Profit/loss for the year	1,314	589	1,155	1,033	899
Balance sheet total	41,971	39,705	33,842	30,595	30,775
Investments in property, plant and equipment	1,998	1,192	1,345	877	659
Equity	8,310	7,627	6,974	6,597	6,232
Equity excl. minority interests	8,389	7,793	6,714	5,762	5,245
Cash flows from operating activities	1,634	(1,053)	(1,964)	1,323	2,411
Cash flows from investing activities	(1,858)	(1,192)	(1,482)	(897)	(789)
Cash flows from financing activities	309	2,700	3,084	26	(1,430)
Ratios					
Gross margin (%)	19.4	20.6	22.7	24.9	26.7
Net margin (%)	2.0	1.1	2.1	2.0	1.9
Equity ratio (%)	20.0	19.6	19.8	18.8	17.0

Financial highlights are defined and calculated in accordance with the current version of "Recommendations & Ratios" issued by the CFA Society Denmark.

Gross margin (%):

$\frac{\text{Gross profit/loss} * 100}{\text{Revenue}}$

Revenue

Net margin (%):

$\frac{\text{Profit/loss for the year} * 100}{\text{Revenue}}$

Revenue

Equity ratio (%):

$\frac{\text{Equity excl. minority interests} * 100}{\text{Balance sheet total}}$

Balance sheet total

Primary activities

The Group's main activity is innovation, sales and production of fruit based semi-manufactures and Food Service products. The processing is done at the group companies and as co-packing at producers located close to the main markets. Sales are mainly at the markets in the Middle East, Asia, Africa and Europe. The Group's strategy is to grow organically, and through various alliances to exploit local market knowledge and thereby increase the Group's overall growth.

Development in activities and finances

The income statement of the Group for 2021/22 shows a profit of T.USD 1,314 and at 30 September 2022 the balance sheet of the Group shows equity of T.USD 8,310.

Profit/loss for the year in relation to expected developments

The profit before tax for the year 2021/22 is much higher than last year which is satisfactory taking into consideration the rising raw material, logistics prices and energy costs.

Consolidated revenue increase by USD 10.6 million (compared to last year, corresponding to a increase of 19.1 %. The gross profit percentage decreased from 20.5% to 19.4% due to factors listed above. Net profit increase by USD 0.7 million compared to 2020/21.

Outlook

The Group wants to remain among the leaders in its field. The Group expects that the activities within fruit based raw materials will be further enhanced and strengthened in the coming years. In addition, the Group expects growth in copacking as well as the Food Service activities, however it is difficult to predict the sales in the future with the current unrest in the world.

There is a moderate expectation for the financial year 2022/23. We expect minor growth in sales and the net profit is expected to be in line with what we have achieved in 2021/22

Knowledge resources

Derived from the Group's business concept it is essential that the company's employees maintain and develop their knowledge resources. This is both in regards to sales, development and production. It is therefore important for the company to attract and retain the most qualified employees.

Environmental performance

Through continuous optimization of processes and the fact that the production is decentralised moving it closer to market and raw materials ,the carbon footprint impact is minimised. the Group ensures the least possible strain on the environment, including work on lowering energy consumption per unit produced and to reduce waste.

The Group companies comply with group policies and local statutory and regulatory requirements in regards to both external environment and work environment

Statutory report on corporate social responsibility

The statutory statement is available on the company's website, cf. <https://orana.dk/wpcontent/uploads/2022/06/Orana-Annual-Sustainability-Report-2022.pdf>

Statutory report on the underrepresented gender

The statement on gender composition is available on the company website. cf. <https://orana.dk/wpcontent/uploads/2022/06/Orana-Annual-Sustainability-Report-2022.pdf>

Statutory report on data ethics policy

It is the group's policy that employee, customer and supplier data is collected, stored and used responsibly in all respects. The Groups GDPR policy, has been communicated throughout the organization. It is the experience that a good knowledge of the company's GDPR policy among the company's employees helps to support an ethically sound use of data.

The group operates primarily in the B2B market, and the data that is handled as a result is primarily linked to data included in contracts with customers and business partners. In this connection, only necessary data is collected for use in the specific transaction.

Finally, the group handles data about the employees, to the extent that it is relevant for their employment in the group. The Group continuously strives to only obtain and use data that is necessary in the specific situation. In addition, emphasis is placed on data being stored only to the extent that it is necessary or required by law.

It is aimed that data is only available to employees who need access to it as far as possible in order to ensure that as few people as possible have access to the individual data. It is estimated that this has helped to ensure that data is not used inappropriately or unintentionally

Consolidated income statement for 2021/22

	Notes	2021/22 USD'000	2020/21 USD'000
Revenue	2	66,247	55,643
Production costs		(53,382)	(44,207)
Gross profit/loss		12,865	11,436
Research and development costs		(775)	(667)
Distribution costs		(4,425)	(4,307)
Administrative expenses	3	(5,324)	(5,282)
Other operating income		377	389
Other operating expenses		(469)	(33)
Operating profit/loss		2,249	1,536
Other financial income	5	955	378
Other financial expenses	6	(1,767)	(1,311)
Profit/loss before tax		1,437	603
Tax on profit/loss for the year	7	(123)	(14)
Profit/loss for the year	8	1,314	589

Consolidated balance sheet at 30.09.2022

Assets

	Notes	2021/22 USD'000	2020/21 USD'000
Acquired licences		3	9
Acquired rights		38	65
Intangible assets	9	41	74
Land and buildings		2,903	3,247
Plant and machinery		5,947	6,183
Other fixtures and fittings, tools and equipment		574	708
Leasehold improvements		50	63
Property, plant and equipment in progress		615	140
Property, plant and equipment	10	10,089	10,341
Deposits		12	0
Financial assets	11	12	0
Fixed assets		10,142	10,415
Raw materials and consumables		8,897	7,384
Work in progress		610	507
Manufactured goods and goods for resale		2,826	3,074
Inventories		12,333	10,965
Trade receivables		13,287	12,209
Deferred tax	12	1,717	1,345
Other receivables		2,118	1,624
Tax receivable		223	665
Prepayments	13	936	1,352
Receivables		18,281	17,195

Other investments	5	5
Investments	5	5
<hr/>		
Cash	1,210	1,125
<hr/>		
Current assets	31,829	29,290
<hr/>		
Assets	41,971	39,705
<hr/>		

Equity and liabilities

	Notes	2021/22 USD'000	2020/21 USD'000
Contributed capital		20	20
Translation reserve		(451)	61
Retained earnings		8,520	7,547
Proposed dividend for the financial year		300	165
Equity belonging to Parent's shareholders		8,389	7,793
Equity belonging to minority interests		(79)	(166)
Equity		8,310	7,627
Deferred tax	12	200	183
Provisions		200	183
Mortgage debt		110	0
Bank loans		857	3,739
Lease liabilities		583	691
Other payables		206	609
Non-current liabilities other than provisions	14	1,756	5,039
Current portion of non-current liabilities other than provisions	14	6,027	4,089
Payables to other credit institutions		15,550	15,580
Trade payables		7,372	5,585
Payables to owners and management		717	443
Tax payable		239	456
Other payables		1,108	268
Deferred income	15	692	435
Current liabilities other than provisions		31,705	26,856
Liabilities other than provisions		33,461	31,895
Equity and liabilities		41,971	39,705
Events after the balance sheet date	1		
Staff costs	4		
Unrecognised rental and lease commitments	17		
Assets charged and collateral	18		
Transactions with related parties	19		
Subsidiaries	20		

Consolidated statement of changes in equity for 2021/22

	Contributed capital USD'000	Translation reserve USD'000	Retained earnings USD'000	Proposed dividend for the financial year USD'000	Equity belonging to Parent's shareholders USD'000
Equity beginning of year	20	61	7,547	165	7,793
Ordinary dividend paid	0	0	0	(165)	(165)
Exchange rate adjustments	0	(512)	0	0	(512)
Profit/loss for the year	0	0	973	300	1,273
Equity end of year	20	(451)	8,520	300	8,389

	Equity belonging to minority interests USD'000	Total USD'000
Equity beginning of year	(166)	7,627
Ordinary dividend paid	0	(165)
Exchange rate adjustments	46	(466)
Profit/loss for the year	41	1,314
Equity end of year	(79)	8,310

Consolidated cash flow statement for 2021/22

	Notes	2021/22 USD'000	2020/21 USD'000
Operating profit/loss		2,249	1,536
Amortisation, depreciation and impairment losses		1,274	1,292
Working capital changes	16	(1,369)	(3,455)
Cash flow from ordinary operating activities		2,154	(627)
Financial income received		960	373
Financial expenses paid		(1,227)	(1,290)
Taxes refunded/(paid)		(253)	491
Cash flows from operating activities		1,634	(1,053)
Acquisition etc. of intangible assets		(1,858)	(1,192)
Cash flows from investing activities		(1,858)	(1,192)
Free cash flows generated from operations and investments before financing		(224)	(2,245)
Repayments of loans etc.		1,014	(635)
Repayment of lease liabilities		(511)	(970)
Dividend paid		(165)	(20)
Loans raised/repaid from credit institutions		(29)	4,325
Cash flows from financing activities		309	2,700
Increase/decrease in cash and cash equivalents		85	455
Cash and cash equivalents beginning of year		1,125	670
Cash and cash equivalents end of year		1,210	1,125
Cash and cash equivalents at year-end are composed of:			
Cash		1,210	1,125
Cash and cash equivalents end of year		1,210	1,125

Notes to consolidated financial statements

1 Events after the balance sheet date

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

2 Revenue

	2021/22	2020/21
	USD'000	USD'000
Food Service (FS)	10,579	7,210
Fruit based Raw Material (FBR)	47,178	41,202
Co Packing (COP)	8,490	7,231
Total revenue by activity	66,247	55,643

3 Fees to the auditor appointed by the Annual General Meeting

	Deloitte	Other	Total
	2021/22	2021/22	2021/22
	'000USD	'000USD	'000USD
Statutory audit services	33	49	82
Other assurance engagements	14	18	32
	47	67	114

	Deloitte	Other	Total
	2020/21	2020/21	2020/21
	'000USD	'000USD	'000USD
Statutory audit services	0	107	107
	0	107	107

4 Staff costs

	2021/22	2020/21
	USD'000	USD'000
Wages and salaries	10,171	9,707
Pension costs	1,027	1,062
Other social security costs	288	323
Other staff costs	326	80
	11,812	11,172
Average number of full-time employees	457	425

Remuneration to the Executive Board has not been disclosed in accordance with section 98 B(3) of the Danish Financial Statements Act

5 Other financial income

	2021/22	2020/21
	USD'000	USD'000
Exchange rate adjustments	908	357
Other financial income	47	21
	955	378

6 Other financial expenses

	2021/22	2020/21
	USD'000	USD'000
Exchange rate adjustments	887	489
Other financial expenses	880	822
	1,767	1,311

7 Tax on profit/loss for the year

	2021/22	2020/21
	USD'000	USD'000
Current tax	478	286
Change in deferred tax	(355)	(272)
	123	14

8 Proposed distribution of profit/loss

	2021/22	2020/21
	USD'000	USD'000
Retained earnings	1,314	589
	1,314	589

9 Intangible assets

	Acquired licences USD'000	Acquired rights USD'000
Cost beginning of year	43	123
Cost end of year	43	123
Amortisation and impairment losses beginning of year	(34)	(58)
Amortisation for the year	(6)	(27)
Amortisation and impairment losses end of year	(40)	(85)
Carrying amount end of year	3	38

10 Property, plant and equipment

	Land and buildings USD'000	Plant and machinery USD'000	Other fixtures and fittings, tools and equipment USD'000	Leasehold improvements USD'000	Property, plant and equipment in progress USD'000
Cost beginning of year	5,314	12,417	2,658	222	140
Exchange rate adjustments	(380)	(1,152)	(107)	(16)	(9)
Additions	27	1,174	173	0	624
Disposals	0	0	0	0	(140)
Cost end of year	4,961	12,439	2,724	206	615
Depreciation and impairment losses beginning of year	(2,068)	(6,235)	(1,953)	(156)	0
Exchange rate adjustments	200	590	(5)	12	0
Depreciation for the year	(190)	(847)	(192)	(12)	0
Depreciation and impairment losses end of year	(2,058)	(6,492)	(2,150)	(156)	0
Carrying amount end of year	2,903	5,947	574	50	615
Recognised assets not owned by Entity		1,026			

11 Financial assets

	Deposits USD'000
Additions	12
Cost end of year	12
Carrying amount end of year	12

12 Deferred tax

	2021/22	2020/21
Changes during the year	USD'000	USD'000
Beginning of year	1,162	942
Recognised in the income statement	355	220
End of year	1,517	1,162

	2021/22	2020/21
Deferred tax has been recognised in the balance sheet as follows	USD'000	USD'000
Deferred tax assets	1,717	1,345
Deferred tax liabilities	(200)	(183)
	1,517	1,162

Deferred tax relates to intangible assets, property, plant and equipment, inventories, other provisions and loss carry-forwards.

Deferred tax assets

The recognised tax asset comprises difference between accounting and tax values and tax loss carry-forwards expected to be utilised within the next three to four years. In connection with the assessment of the utilisation of the tax asset, special emphasis has been placed on the Company having implemented efficiency measures which are expected to increase the Company's gross margin ratio.

13 Prepayments

Prepayments consist of prepaid expenses concerning rent, insurance premiums, subscriptions and interest as well as fair value adjustments of derivative financial instruments with a positive fair value.

14 Non-current liabilities other than provisions

	Due within 12	Due within 12	Due after
	months	months	more than 12
	2021/22	2020/21	2021/22
	USD'000	USD'000	USD'000
Mortgage debt	0	1,863	110
Bank loans	6,027	0	857
Lease liabilities	0	403	583
Other payables	0	1,823	206
	6,027	4,089	1,756

15 Deferred income

Deferred income consists of payments received in respect of income in subsequent years

16 Changes in working capital

	2021/22	2020/21
	USD'000	USD'000
Increase/decrease in inventories	(1,369)	(2,096)
Increase/decrease in receivables	(1,156)	(3,328)
Increase/decrease in trade payables etc.	1,156	1,969
	(1,369)	(3,455)

17 Unrecognised rental and lease commitments

	2021/22	2020/21
	USD'000	USD'000
Total liabilities under rental or lease agreements until maturity	1,072	785

18 Assets charged and collateral

Assets charged and collateral- Mortgage debt is secured by way of mortgage on properties. The mortgage also comprises the plant and machinery deemed part of the property.

Bank loans are secured by way of a deposited mortgage deed registered to the mortgagor on plant of 11.377 T.USD. nominal.

19 Non-arm's length related party transactions

Only non-arm's length related party transactions are disclosed in the annual report. No such transactions were conducted during the financial year.

20 Subsidiaries

	Ownership %
Osterberg Service & Trading A/S	100.00
Orana Projects ApS	10.00
Osterberg Ice Cream A/S	52.00
Østerberg Food Service ApS	100.00
Osterberg Food Service Sdn. Bhd.	10.00
Orana A/S	100.00
Orana Canada Inc.	100.00
Orana Denmark A/S	100.00
Orana India Ltd.	95.00
Orana DMCC	100.00
Orana Limited, Dubai	100.00
Orana Kenya Ltd.	100.00
International Fruit Production Joint-Stock Company	100.00
Orana Egypt, Joint-Stock Company	100.00
Orana Vietnam Ltd	95.00
Moonberg Organic Farms Ltd.	66.67
Orana Fresh Fruit Processing Company Ltd.	90.00

Parent income statement for 2021/22

	Notes	2021/22 USD'000	2020/21 USD'000
Administrative expenses		(6)	(11)
Other operating income		0	36
Operating profit/loss		(6)	25
Income from investments in group enterprises		1,266	573
Other financial income		19	21
Other financial expenses		(3)	(4)
Profit/loss before tax		1,276	615
Tax on profit/loss for the year	2	(3)	(9)
Profit/loss for the year	3	1,273	606

Parent balance sheet at 30.09.2022

Assets

	Notes	2021/22 USD'000	2020/21 USD'000
Investments in group enterprises		8,240	7,637
Financial assets	4	8,240	7,637
Fixed assets		8,240	7,637
Receivables from group enterprises		497	329
Deferred tax	5	1	4
Other receivables		0	150
Receivables		498	483
Cash		0	127
Current assets		498	610
Assets		8,738	8,247

Equity and liabilities

	Notes	2021/22 USD'000	2020/21 USD'000
Contributed capital		20	20
Reserve for net revaluation according to equity method		7,864	7,349
Retained earnings		205	259
Proposed dividend for the financial year		300	165
Equity		8,389	7,793
Payables to other credit institutions		105	0
Payables to group enterprises		148	362
Payables to owners and management		96	92
Current liabilities other than provisions		349	454
Liabilities other than provisions		349	454
Equity and liabilities		8,738	8,247
Events after the balance sheet date	1		
Employees	6		
Contingent liabilities	7		
Related parties with controlling interest	8		
Transactions with related parties	9		

Parent statement of changes in equity for 2021/22

	Contributed capital USD'000	Reserve for net revaluation according to the equity method USD'000	Retained earnings USD'000	Proposed dividend for the year USD'000	Total USD'000
Equity beginning of year	20	7,349	259	165	7,793
Ordinary dividend paid	0	0	0	(165)	(165)
Exchange rate adjustments	0	(512)	0	0	(512)
Profit/loss for the year	0	1,027	(54)	300	1,273
Equity end of year	20	7,864	205	300	8,389

Notes to parent financial statements

1 Events after the balance sheet date

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

2 Tax on profit/loss for the year

	2021/22 USD'000	2020/21 USD'000
Change in deferred tax	3	9
	3	9

3 Proposed distribution of profit and loss

	2021/22 USD'000	2020/21 USD'000
Ordinary dividend for the financial year	300	0
Retained earnings	973	606
	1,273	606

4 Financial assets

	Investments in group enterprises USD'000
Cost beginning of year	76
Cost end of year	76
Revaluations beginning of year	7,561
Exchange rate adjustments	(513)
Share of profit/loss for the year	1,266
Dividend	(150)
Revaluations end of year	8,164
Carrying amount end of year	8,240

A specification of investments in subsidiaries is evident from the notes to the consolidated financial statements.

5 Deferred tax

	2021/22 USD'000	2020/21 USD'000
Changes during the year		
Beginning of year	4	13
Recognised in the income statement	(3)	(9)
End of year	1	4

Deferred tax relates to loss carry-forwards.

Deferred tax assets

The recognised tax asset comprises difference between accounting and tax values and tax loss carry-forwards expected to be utilised within the next three to four years. In connection with the assessment of the utilisation of the tax asset, special emphasis has been placed on the Company having implemented efficiency measures which are expected to increase the Company's gross margin ratio.

6 Employees

The Entity has no employees other than the Executive Board. The Executive Officer has not received any remuneration

7 Contingent liabilities

As security for any outstanding balance that Osterberg Ice Cream A/S, Osterberg Service & Trading A/S, Østerberg Holding ApS and Orana Denmark A/S may have with the Bank, Orana A/S has given suretyship.

As security for Orana Vietnam Ltd.'s balance with Vietinbank, Orana A/S has given suretyship for a facility of VND 45,000 million.

Orana A/S has given a letter of support to Orana India Pvt. Ltd. wherein it is stated that Orana A/S will support Orana India Pvt. Ltd. with the amount of funds which may be necessary in order for Orana India Pvt. Ltd. to continue its operations.

The Entity serves as the administration company in a Danish joint taxation arrangement. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc. for the jointly taxed entities, and also for obligations, if any, relating to the withholding of tax on interest, royalties and dividends for these entities.

8 Related parties with controlling interest

Controlling interest

Niels Olaf Østerberg, non-public address

Basis

Ultimate owner

9 Non-arm's length related party transactions

Only non-arm's length related party transactions are disclosed in the annual report. No such transactions were conducted during the financial year.

Accounting policies

Reporting class

This annual report has been prepared in accordance with the provisions of the Danish Financial Statements Act governing reporting class C enterprises (medium).

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

Recognition and measurement

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

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

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

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

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Consolidated financial statements

The consolidated financial statements comprise the Parent and the group enterprises (subsidiaries) that are controlled by the Parent. Control is achieved by the Parent, either directly or indirectly, holding more than 50% of the voting rights or in any other way possibly or actually exercising controlling influence. Enterprises in which the Group, directly or indirectly, holds between 20% and 50% of the voting rights and exercises significant, but not controlling, influence are regarded as associates.

Basis of consolidation

The consolidated financial statements are prepared on the basis of the financial statements of the Parent and its subsidiaries. The consolidated financial statements are prepared by combining uniform items. On consolidation, intra-group income and expenses, intra-group accounts and dividends as well as profits and losses on transactions between the consolidated enterprises are eliminated. The financial statements used for consolidation have been prepared applying the Group's accounting policies.

Subsidiaries' financial statement items are recognised in full in the consolidated financial statements. Minority interests' pro rata shares of the profit/loss and the net assets are disclosed as separate items in Management's proposal for the distribution of net profit/loss and equity, respectively.

Investments in subsidiaries are offset at the pro rata share of such subsidiaries' net assets at the acquisition

date, with net assets having been calculated at fair value.

Income statement

Revenue

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

Production costs

Production costs comprise expenses incurred to earn revenue for the financial year.

Production costs comprise direct and indirect costs for raw materials and consumables, wages and salaries, rent and lease, and amortisation, depreciation and impairment losses relating to intangible assets and property, plant and equipment included in the production process. In addition, the item includes ordinary write-down of inventories.

Research and development costs

Research and development costs comprise research costs, costs of development projects not qualifying for recognition in the balance sheet, and amortisation and impairment losses relating to development projects.

Distribution costs

Distribution costs comprise costs incurred for sale and distribution of the Entity's products, including wages and salaries for sales staff, advertising costs, travelling and entertainment expenses, etc., and amortisation, depreciation and impairment losses relating to intangible assets and property, plant and equipment involved in the distribution process.

Administrative expenses

Administrative expenses comprise expenses incurred for the Entity's administrative functions, including wages and salaries for administrative staff and Management, stationery and office supplies, and amortisation, depreciation and impairment losses relating to intangible assets and property, plant and equipment used for administration of the Entity.

Other operating income

Other operating income comprises income of a secondary nature as viewed in relation to the Entity's primary activities.

Other operating expenses

Other operating expenses comprise expenses of a secondary nature as viewed in relation to the Entity's primary activities.

Income from investments in group enterprises

Income from investments in group enterprises comprises dividends etc. received from the individual group enterprises in the financial year. individual group enterprises in the financial year.

Other financial income

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

Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities, and tax surcharge under the Danish Tax Prepayment Scheme etc.

Tax on profit/loss for the year

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

The Parent is jointly taxed with all of its Danish group enterprises and other Danish consolidated companies. The current Danish income tax is allocated among the jointly taxed companies proportionally to their taxable income (full allocation with a refund concerning tax losses).

Balance sheet

Intangible assets

Goodwill acquired is measured at cost less accumulated amortisation. Goodwill is amortised on a straight-line basis over its useful life, which is assessed at 5 years.

Patents and licences are measured at the lower of cost less accumulated amortisation and recoverable amount. Patents are amortised over the remaining patent period, and licences are amortised over the licence period; however not exceeding years.

Development costs and costs relating to rights developed by the Company are recognised in the income statement as costs in the year of acquisition.

Property, plant and equipment

Land and buildings, plant and machinery, and other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses. Land is not depreciated.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation. For self-constructed assets, cost comprises direct and indirect costs of materials, components, subsuppliers and labour costs. For assets held under finance leases, cost is the lower of the asset's fair value and present value of future lease payments.

Indirect production costs in the form of indirectly attributable staff costs and amortisation of intangible assets and depreciation on property, plant and equipment used in the manufacturing process are recognised in cost based on time spent on each asset.

Interest expenses on loans for the financing of the manufacture of property, plant and equipment are included in cost if they relate to the manufacturing period. All other finance costs are recognised in the income statement.

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

	Useful life
Buildings	10 - 30 years
Plant and machinery	5 - 20 years
Other fixtures and fittings, tools and equipment	3 - 5 years
Leasehold improvements	5 years

For leasehold improvements and assets subject to finance leases, the depreciation period cannot exceed the contract period.

Estimated useful lives and residual values are reassessed annually.

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

Investments in group enterprises

Investments in group enterprises are recognised and measured in the parent financial statements according to the equity method. This means that investments are measured at the pro rata share of the enterprises' equity value plus unamortised goodwill and plus or minus unrealised intra-group profits or losses. Reference is made to the above section on business combinations for more details about the accounting policies applied to acquisitions of investments in group enterprises.

Group enterprises with negative equity value are measured at DKK 0. Any receivables from these enterprises are written down to net realisable value based on a specific assessment. If the Parent has a legal or constructive obligation to cover the liabilities of the relevant enterprise, and it is probable that such obligation will involve a loss, a provision is recognised that is measured at present value of the costs necessary to settle the obligations at the balance sheet date.

Upon distribution of profit or loss, net revaluation of investments in group enterprises is transferred to the reserve for net revaluation according to the equity method in equity.

Inventories

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

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

Indirect production costs comprise indirect materials and labour costs, costs of maintenance of, depreciation on machinery, factory buildings and equipment used in the manufacturing process, and costs of factory administration and management. Finance costs are not included in cost.

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

Receivables

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

Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset. However, no deferred tax is recognised for amortisation of goodwill disallowed for tax purposes and temporary differences arising at the date of acquisition that do not result from a business combination and that do not have any effect on profit or loss or on taxable income.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Tax payable or receivable

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

Prepayments

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

Other investments (current assets)

Other current asset investments comprise listed securities measured at fair value (market price) at the balance sheet date, and unlisted investments measured at the lower of cost and net realisable value.

Cash

Cash comprises cash in hand and bank deposits.

Dividend

Dividend is recognised as a liability at the time of adoption at the general meeting. Proposed dividend for the financial year is disclosed as a separate item in equity. Extraordinary dividend adopted in the financial year is recognised directly in equity when distributed and disclosed as a separate item in Management's proposal for distribution of profit/loss.

Minority interests

On initial recognition, minority interests are measured at the minority interests' share of the acquiree's net assets measured at fair value. No goodwill related to the minority interests' equity interests in the acquiree is recognised.

Mortgage debt

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

Lease liabilities

Lease liabilities relating to assets held under finance leases are recognised in the balance sheet as liabilities other than provisions, and, at the time of inception of the lease, measured at the present value of future lease payments. Subsequent to initial recognition, lease liabilities are measured at amortised cost. The difference between present value and nominal amount of the lease payments is recognised in the income statement as a

financial expense over the term of the leases.

Other financial liabilities

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

Deferred income

Deferred income comprises income received for recognition in subsequent financial years. Deferred income is measured at cost.

Cash flow statement

The cash flow statement shows cash flows from operating, investing and financing activities, and cash and cash equivalents at the beginning and the end of the financial year.

Cash flows from operating activities are presented using the indirect method and calculated as the operating profit/loss adjusted for non-cash operating items, working capital changes, and financial income, financial expenses and income tax paid.

Cash flows from investing activities comprise payments in connection with acquisition and divestment of enterprises, activities and fixed asset investments, and purchase, development, improvement and sale, etc. of intangible assets and property, plant and equipment.

Cash flows from financing activities comprise changes in the size or composition of the contributed capital and related costs, and the raising of loans, repayments of interest-bearing debt, including lease liabilities, purchase of treasury shares and payment of dividend.

Cash and cash equivalents comprise cash and short-term securities with an insignificant price risk.