

DK Resi Propco Fælledvej ApS

**c/o Kereby ApS, Göteborg Plads 1, 9.
2150 Nordhavn**

CVR no. 25 48 72 65

Annual report for 2021

Adopted at the annual general
meeting on 12 May 2022

Cecilie Rust
chairman

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Statement by management on the annual report

The Board of Executives has today discussed and approved the annual report of DK Resi Propco Fælledvej ApS for the financial year 1 January - 31 December 2021.

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

In our opinion, the financial statements give a true and fair view of the company's financial position at 31 December 2021 and of the results of the company's operations for the financial year 1 January - 31 December 2021.

In our opinion, management's review includes a fair review of the matters dealt with in the management's review.

Management recommends that the annual report should be approved by the company in general meeting.

Copenhagen, 12 May 2022

Board of Executives

Fernando Bautista

Dorota Marta Roch

Lars Pærregaard

Company details

The company

DK Resi Propco Fælledvej ApS
c/o Kereby ApS, Göteborg Plads 1, 9.
2150 Nordhavn

Telephone: +45 39 45 62 00

Website: www.kereby.dk

CVR no.: 25 48 72 65

Reporting period: 1 January - 31 December 2021

Domicile: Copenhagen

Board of Executives

Fernando Bautista
Dorota Marta Roch
Lars Pærregaard

Consolidated financial statements

The company is included in the consolidated financial statements of the parent company DK Resi Topco 2 K/S.

The group annual report of the parent company may be obtained at the following address:

Göteborg Plads 1, 9.
2150 Nordhavn

Management's review

Business review

The objects of the company are aquisition, sale and letting out of properties.

Financial review

The company's income statement for the year ended 31 December 2021 shows a loss of DKK 105,849, and the balance sheet at 31 December 2021 shows negative equity of DKK 6,949,558.

It is Management's assessment that the Company and the Group has sufficient capital resources, including liquidity, for its continued operations in the coming financial year.

Furthermore, it is Management's assessment that operations for the coming financial years will be able to generate profits/ or contribution of additional capital can be obtained, which will reestablish the share capital.

Accounting policies

The annual report of DK Resi Propco Fælledvej ApS has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to class B entities and certain provisions applying to class C.

The accounting policies applied are consistent with those of last year.

The annual report for 2021 is presented in DKK.

Basis of recognition and measurement

Income is recognised in the income statement as earned, including value adjustments of financial assets and liabilities. All expenses, including amortisation, depreciation and impairment losses, are also recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits will flow to the company and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow from the company and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. On subsequent recognition, assets and liabilities are measured as described below for each individual accounting item.

Certain financial assets and liabilities are measured at amortised cost using the effective interest method. Amortised cost is calculated as the historic cost less any installments and plus/less the accumulated amortisation of the difference between the cost and the nominal amount.

On recognition and measurement, allowance is made for predictable losses and risks which occur before the annual report is presented and which confirm or invalidate matters existing at the balance sheet date.

Accounting policies

Income statement

Gross profit

In pursuance of section 32 of the Danish Financial Statements Act, the company does not disclose its revenue.

Gross profit reflects an aggregation of revenue, changes in inventories of finished goods and work in progress and other operating income less costs of raw materials and consumables and other external expenses.

Revenue

Rental income has been accrued to cover the period up to the end of the financial year. Rental income is recognized excluding VAT and net of sales discounts. Payments charged to cover heating are not included in rental income.

Other external expenses

Other external expenses include expenses related to administration, premises, bad debts etc.

Depreciation

Depreciation comprise the year's depreciation expense on property, plant and equipment.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts that relate to the financial year. Net financials include interest income and expenses, realised and unrealised capital/exchange gains and losses on liabilities and foreign currency transactions, amortisation of financial assets and liabilities and surcharges and allowances under the Danish Tax Prepayment Scheme, etc.

Tax on profit/loss for the year

The company is subject to the Danish rules on compulsory joint taxation of the Group's Danish subsidiaries. Subsidiaries participate in the joint taxation arrangement from the time when they are included in the consolidated financial statements and until the time when they withdraw from the consolidation.

The company is subject to the Danish rules on compulsory joint taxation.

Tax for the year, which comprises the current tax charge for the year and changes in the deferred tax charge, is recognised in the income statement as regards the portion that relates to the profit/loss for the year and directly in equity as regards the portion that relates to entries directly in equity.

Accounting policies

Balance sheet

Tangible assets

Buildings are measured at cost less accumulated depreciation and impairment losses.

The depreciable amount is cost less the expected residual value at the end of the useful life. Land is not depreciated.

Cost comprises the purchase price and any costs directly attributable to the acquisition until the date when the asset is available for use. The cost of self-constructed assets comprises direct and indirect costs of materials, components and sub-suppliers.

Straight-line depreciation is provided on the basis of the following estimated useful lives of the assets:

	Useful life	Residual value
Buildings	50 years	25 %

Impairment of tangible assets

The carrying amount of tangible assets is tested annually for impairment, other than what is reflected through normal amortisation and depreciation.

Where there is evidence of impairment, an impairment test is performed for each individual asset or group of assets. Write-down is made to the lower of the recoverable amount and the carrying amount.

The recoverable amount is the higher of the net present value and the value in use less expected costs to sell. The net present value is determined as the present value of the anticipated net cash flows from the use of the asset or group of assets and the anticipated net cash flows from the disposal of the asset or group of assets after the end of their useful life.

Receivables

Receivables are measured at amortised cost.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable is impaired, an impairment loss for that individual asset is recognised.

Prepayments

Prepayments recognised under 'Current assets' comprises expenses incurred concerning subsequent financial years.

Accounting policies

Income tax and deferred tax

The company and all its Danish group entities are taxed on a joint basis. The current income tax charge is allocated between the jointly taxed entities relative to their taxable income. Tax losses are allocated based on the full absorption method. The jointly taxed entities are eligible for the Danish Tax Prepayment Scheme.

Liabilities

Financial liabilities are recognised on the raising of the loan at the proceeds received net of transaction costs incurred. On subsequent recognition, the financial liabilities are measured at amortised cost, corresponding to the capitalised value, using the effective interest method. Accordingly, the difference between the net proceeds and the nominal value is recognised in the income statement over the term of the loan.

Other liabilities, which include trade payables, payables to group entities and other payables, are measured at amortised cost, which is usually equivalent to nominal value.

Income statement 1 January - 31 December

	Note	2021 DKK	2020 DKK
Gross profit		266,344	1,261,797
Depreciation		-163,852	-126,980
Profit/loss before net financials		102,492	1,134,817
Financial income	1	519,325	597,291
Financial costs	2	-689,694	-734,204
Profit/loss before tax		-67,877	997,904
Tax on profit/loss for the year	3	-37,972	-116,906
Profit/loss for the year		-105,849	880,998
Retained earnings		-105,849	880,998
		-105,849	880,998

Balance sheet 31 December

	Note	2021 DKK	2020 DKK
Assets			
Land and buildings		9,295,670	6,872,760
Property, plant and equipment in progress		0	2,065,771
Tangible assets	4	9,295,670	8,938,531
Total non-current assets		9,295,670	8,938,531
Trade receivables		0	53,326
Receivables from subsidiaries		5,424,481	15,493,410
Other receivables		153,668	52,968
Prepayments		15,534	18,725
Receivables		5,593,683	15,618,429
Total current assets		5,593,683	15,618,429
Total assets		14,889,353	24,556,960

Balance sheet 31 December

	Note	2021 DKK	2020 DKK
Equity and liabilities			
Share capital		600,000	600,000
Retained earnings		-7,549,558	-7,443,709
Equity		-6,949,558	-6,843,709
Banks		21,228,633	20,256,241
Total non-current liabilities	5	21,228,633	20,256,241
Prepayments received from customers		444,873	437,004
Trade payables		11,050	174,803
Payables to group enterprises		0	10,361,521
Joint taxation contributions payable		37,972	117,316
Other payables		116,383	53,784
Total current liabilities		610,278	11,144,428
Total liabilities		21,838,911	31,400,669
Total equity and liabilities		14,889,353	24,556,960
Contingent liabilities	6		
Mortgages and collateral	7		

Statement of changes in equity

	Share capital	Retained earnings	Total
Equity at 1 January 2021	600,000	-7,443,709	-6,843,709
Net profit/loss for the year	0	-105,849	-105,849
Equity at 31 December 2021	600,000	-7,549,558	-6,949,558

Notes

	2021 DKK	2020 DKK
1 Financial income		
Interest received from group enterprises	<u>519,325</u>	<u>597,291</u>
	<u>519,325</u>	<u>597,291</u>
2 Financial costs		
Financial expenses, group enterprises	168,559	220,566
Other financial costs	<u>521,135</u>	<u>513,638</u>
	<u>689,694</u>	<u>734,204</u>
3 Tax on profit/loss for the year		
Current tax for the year	37,972	117,316
Adjustment of tax concerning previous years	<u>0</u>	<u>-410</u>
	<u>37,972</u>	<u>116,906</u>

Notes

4 Tangible assets

	Land and buildings	Property, plant and equipment in progress	Total
Cost at 1 January 2021	9,490,757	2,065,771	11,556,528
Additions for the year	2,586,762	520,989	3,107,751
Disposals for the year	0	-2,586,760	-2,586,760
Cost at 31 December 2021	12,077,519	0	12,077,519
Impairment losses and depreciation at 1 January 2021	2,617,997	0	2,617,997
Depreciation for the year	163,852	0	163,852
Impairment losses and depreciation at 31 December 2021	2,781,849	0	2,781,849
Carrying amount at 31 December 2021	9,295,670	0	9,295,670

5 Long term debt

	Debt at 1 January 2021	Debt at 31 December 2021	Instalment next year	Debt outstanding after 5 years
Banks	20,256,241	21,228,633	0	0
	20,256,241	21,228,633	0	0

Notes

6 Contingent liabilities

The company is jointly taxed with its Danish group entities. The entities are jointly and severally liable for Danish VAT and income taxes as well as withholding taxes on dividends, interests and royalties payable by the group of jointly taxed and VAT registered entities.

Tax payable of the Group's joint taxable income is stated in the annual report of DK Resi Holdco I ApS, which serves as management company for the joint taxation.

VAT payable of the Group is stated in the annual report of Kereby ApS, which serves as management company for the joint VAT-registration.

7 Mortgages and collateral

Land and buildings at a carrying amount as disclosed in the balance sheet af 31 December have been provided as security for the Company's total mortgage debt.