
LAAMA Ejendomme A/S

Over Hadstenvej 42, DK-8370 Hadsten

Annual Report for 1 January - 31 December 2020

CVR No 27 25 68 80

The Annual Report was
presented and adopted at
the Annual General
Meeting of the Company on
16/4 2021

Henrik Petersen
Chairman of the General
Meeting



Contents

	<u>Page</u>
Management's Statement and Auditor's Report	
Management's Statement	1
Independent Auditor's Report	2
Company Information	
Company Information	4
Financial Statements	
Income Statement 1 January - 31 December	5
Balance Sheet 31 December	6
Statement of Changes in Equity	8
Notes to the Financial Statements	9

Management's Statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of LAAMA Ejendomme A/S for the financial year 1 January - 31 December 2020.

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 financial position at 31 December 2020 of the Company and of the results of the Company operations for 2020.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Hadsten, 26 March 2021

Executive Board

Henrik Petersen
CEO

Board of Directors

Henrik Thomassen Ulrich
Sørensen
Chairman

Hans Mønster

Henrik Petersen

Independent Auditor's Report

To the Shareholder of LAAMA Ejendomme A/S

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2020 and of the results of the Company's operations for the financial year 1 January - 31 December 2020 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of LAAMA Ejendomme A/S for the financial year 1 January - 31 December 2020, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("the 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 Company 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.

Management's responsibilities for the Financial Statements

Management is responsible for the preparation of 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 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 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 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 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 judgement and maintain professional scepticism throughout the

Independent Auditor's Report

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 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 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 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.

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.

Aarhus, 26 March 2021

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Henrik Kragh
State Authorised Public Accountant
mne26783

Claus Lyngsø Sørensen
State Authorised Public Accountant
mne34539

Company Information

The Company

LAAMA Ejendomme A/S
Over Hadstenvej 42
DK-8370 Hadsten

CVR No: 27 25 68 80

Financial period: 1 January - 31 December

Municipality of reg. office: Favrskov

Board of Directors

Henrik Thomassen Ulrich Sørensen, Chairman
Hans Mønster
Henrik Petersen

Executive Board

Henrik Petersen

Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Nobelparken
Jens Chr. Skous Vej 1
DK-8000 Aarhus C

Income Statement 1 January - 31 December

	Note	2020 kDKK	2019 kDKK
Gross profit/loss		8,737	8,540
Depreciation and impairment of property, plant and equipment	2	-810	-796
Profit/loss before financial income and expenses		7,927	7,744
Financial income	3	746	1,288
Financial expenses		-395	-441
Profit/loss before tax		8,278	8,591
Tax on profit/loss for the year	4	-1,821	-1,890
Net profit/loss for the year		6,457	6,701

Distribution of profit

Proposed distribution of profit

Retained earnings		6,457	6,701
		6,457	6,701

Balance Sheet 31 December

Assets

	Note	2020 kDKK	2019 kDKK
Land and buildings		43,689	44,316
Property, plant and equipment	5	43,689	44,316
Fixed assets		43,689	44,316
Receivables from group enterprises		23,657	18,190
Receivables		23,657	18,190
Currents assets		23,657	18,190
Assets		67,346	62,506

Balance Sheet 31 December

Liabilities and equity

	Note	2020 kDKK	2019 kDKK
Share capital		500	500
Reserve for hedging transactions		-118	-192
Retained earnings		20,503	14,046
Equity		20,885	14,354
Provision for deferred tax		3,282	2,947
Provisions		3,282	2,947
Mortgage loans		32,531	34,584
Credit institutions		772	1,158
Payables to group enterprises		1,611	1,936
Deposits		1,235	606
Long-term debt	6	36,149	38,284
Mortgage loans	6	2,052	2,087
Credit institutions	6	539	1,354
Trade payables		161	232
Payables to group enterprises	6	1,527	879
Payables to group enterprises relating to corporation tax		1,507	1,527
Other payables	7	1,244	842
Short-term debt		7,030	6,921
Debt		43,179	45,205
Liabilities and equity		67,346	62,506
Key activities	1		
Contingent assets, liabilities and other financial obligations	8		
Related parties	9		
Accounting Policies	10		

Statement of Changes in Equity

	Share capital kDKK	Reserve for hedging transactions kDKK	Retained earnings kDKK	Total kDKK
Equity at 1 January	500	-192	14,046	14,354
Fair value adjustment of hedging instruments	0	95	0	95
Tax on adjustment of hedging instruments for the year	0	-21	0	-21
Net profit/loss for the year	0	0	6,457	6,457
Equity at 31 December	500	-118	20,503	20,885

Notes to the Financial Statements

1 Key activities

The Company's activities consist of leasing out and managing real estate, including to other Hoyer Group subsidiaries.

	2020 kDKK	2019 kDKK
2 Depreciation and impairment of property, plant and equipment		
Depreciation of property, plant and equipment	810	796
	810	796
3 Financial income		
Interest received from group enterprises	746	1,288
	746	1,288
4 Tax on profit/loss for the year		
Current tax for the year	1,507	1,527
Deferred tax for the year	335	384
Adjustment of tax concerning previous years	0	473
Adjustment of deferred tax concerning previous years	0	-473
	1,842	1,911
which breaks down as follows:		
Tax on profit/loss for the year	1,821	1,890
Tax on changes in equity	21	21
	1,842	1,911

Notes to the Financial Statements

5 Property, plant and equipment

	Land and buildings kDKK
Cost at 1 January	67,009
Additions for the year	183
Cost at 31 December	<u>67,192</u>
Impairment losses and depreciation at 1 January	22,693
Depreciation for the year	810
Impairment losses and depreciation at 31 December	<u>23,503</u>
Carrying amount at 31 December	<u>43,689</u>

6 Long-term debt

Payments due within 1 year are recognised in short-term debt. Other debt is recognised in long-term debt.

The debt falls due for payment as specified below:

	2020 kDKK	2019 kDKK
Mortgage loans		
After 5 years	24,406	26,456
Between 1 and 5 years	8,125	8,128
Long-term part	<u>32,531</u>	<u>34,584</u>
Within 1 year	2,052	2,087
	<u>34,583</u>	<u>36,671</u>
Credit institutions		
Between 1 and 5 years	772	1,158
Long-term part	<u>772</u>	<u>1,158</u>
Within 1 year	388	390
Other short-term debt to credit institutions	151	964
Short-term part	<u>539</u>	<u>1,354</u>
	<u>1,311</u>	<u>2,512</u>

Notes to the Financial Statements

6 Long-term debt (continued)

	2020 kDKK	2019 kDKK
Payables to group enterprises		
After 5 years	1,611	1,936
Long-term part	1,611	1,936
Other short-term debt to group enterprises	1,527	879
	3,138	2,815
Deposits		
After 5 years	1,235	606
Long-term part	1,235	606
Within 1 year	0	0
	1,235	606

7 Derivative financial instruments

Derivative financial instruments contracts in the form of interest rate swaps have been concluded. At the balance sheet date, the fair value of derivative financial instruments amounts to:

Liabilities	152	246
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Interest rate swap contracts have been concluded to hedge future interest payments on floating rate loans. The contracts have a term of 3 years. Under the contracts, an interest rate of 0.0367 % is exchanged for a fixed rate of interest of 4.98 % on loans with a principal amount of DKK 1,5 million.

Notes to the Financial Statements

	2020 kDKK	2019 kDKK
8 Contingent assets, liabilities and other financial obligations		
Charges and security		
The following assets have been placed as security with mortgage credit institutes:		
Land and buildings and other tangible assets with a carrying amount of	43,689	44,316
The following assets have been placed as security with bankers for mortgage deed of DKK 6,6 million:		
Land and buildings and other tangible assets with a carrying amount of	43,689	44,316

Other contingent liabilities

The group companies are jointly and severally liable for tax on the jointly taxed incomes etc of the Group. The total amount of corporation tax payable is disclosed in the Annual Report of Hoyer Group A/S, which is the management company of the joint taxation purposes. Moreover, the group companies are jointly and severally liable for Danish withholding taxes by way of dividend tax, tax on royalty payments and tax on unearned income. Any subsequent adjustments of corporation taxes and withholding taxes may increase the Company's liability.

9 Related parties

Consolidated Financial Statements

The Company is part of the Group Annual Report of

Name	Place of registered office
Hoyer Group A/S	Hadsten

Notes to the Financial Statements

10 Accounting Policies

The Annual Report of LAAMA Ejendomme A/S for 2020 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

The accounting policies applied remain unchanged from last year.

The Financial Statements for 2020 are presented in kDKK.

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will 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 out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Exchange differences arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement. Where foreign exchange transactions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the rates at the time when the receivable or the debt arose are recognised in financial income and expenses in the income statement.

Fixed assets acquired in foreign currencies are measured at the transaction date rates.

Notes to the Financial Statements

10 Accounting Policies (continued)

Derivative financial instruments

Derivative financial instruments are initially recognised in the balance sheet at cost and are subsequently remeasured at their fair values. Positive and negative fair values of derivative financial instruments are classified as "Other receivables" and "Other payables", respectively.

Changes in the fair values of derivative financial instruments are recognised in the income statement unless the derivative financial instrument is designated and qualify as hedge accounting, see below.

Hedge accounting

Changes in the fair values of derivative financial instruments that are designated and qualify as hedges of expected future transactions are recognised in retained earnings under equity as regards the effective portion of the hedge. The ineffective portion is recognised in the income statement. If the hedged transaction results in an asset or a liability, the amount deferred in equity is transferred from equity and recognised in the cost of the asset or the liability, respectively. If the hedged transaction results in an income or an expense, the amount deferred in equity is transferred from equity to the income statement in the period in which the hedged transaction is recognised. The amount is recognised in the same item as the hedged transaction.

Income Statement

Revenue

Revenue from the sale of goods is recognised when the risks and rewards relating to the goods or services sold have been transferred to the purchaser, the revenue can be measured reliably and it is probable that the economic benefits relating to the sale will flow to the Company.

Revenue is measured at the consideration received and is recognised exclusive of VAT and net of discounts relating to sales.

Other external expenses

Other external expenses comprise expenses for premises as well as office expenses, etc.

Gross profit/loss

With reference to section 32 of the Danish Financial Statements Act, gross profit/loss is calculated as a summary of revenue and other external expenses.

Notes to the Financial Statements

10 Accounting Policies (continued)

Depreciation and impairment losses

Depreciation and impairment losses comprise depreciation and impairment of property, plant and equipment.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with wholly owned Danish and foreign subsidiaries. The tax effect of the joint taxation is allocated to enterprises in proportion to their taxable incomes.

Balance Sheet

Property, plant and equipment

Property, plant and equipment are measured at cost less accumulated depreciation and less any accumulated impairment losses.

Cost comprises the cost of acquisition and expenses directly related to the acquisition up until the time when the asset is ready for use.

Depreciation based on cost reduced by any residual value is calculated on a straight-line basis over the expected useful lives of the assets, which are:

Buildings	30 years
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Depreciation period and residual value are reassessed annually.

The residual value amounts to DKK 16 million.

Notes to the Financial Statements

10 Accounting Policies (continued)

Impairment of fixed assets

The carrying amounts of property, plant and equipment are reviewed on an annual basis to determine whether there is any indication of impairment other than that expressed by amortisation and depreciation.

If so, the asset is written down to its lower recoverable amount.

Receivables

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less provisions for bad debts.

Deferred tax assets and liabilities

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets are measured at the value at which the asset is expected to be realised, either by elimination in tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallise as current tax. Any changes in deferred tax due to changes to tax rates are recognised in the income statement or in equity if the deferred tax relates to items recognised in equity.

Current tax receivables and liabilities

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the on-account taxation scheme are recognised in the income statement in financial income and expenses.

Notes to the Financial Statements

10 Accounting Policies (continued)

Financial debts

Loans, such as mortgage loans and loans from credit institutions, are recognised initially at the proceeds received net of transaction expenses incurred. Subsequently, the loans are measured at amortised cost; the difference between the proceeds and the nominal value is recognised as an interest expense in the income statement over the loan period.

Mortgage loans are measured at amortised cost, which for cash loans corresponds to the remaining loan. Amortised cost of debenture loans corresponds to the remaining loan calculated as the underlying cash value of the loan at the date of raising the loan adjusted for depreciation of the price adjustment of the loan made over the term of the loan at the date of raising the loan.

Other debts are measured at amortised cost, substantially corresponding to nominal value.