

DAFI HOLDING ApS
Bredgade 30
1260 København K
Business Registration No
30072413

Annual report 2018

The Annual General Meeting adopted the annual report on 14.05.2019

Chairman of the General Meeting

Name: Robert Alexander Bargum

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Entity details

Entity

DAFI HOLDING ApS
Bredgade 30
1260 København K

Central Business Registration No (CVR): 30072413

Registered in: København

Financial year: 01.01.2018 - 31.12.2018

Board of Directors

Robert Alexander Bargum, Chairman
Karl Joakim Alexander Flinck
Kaisa Marjukka Poikela

Executive Board

Karl Joakim Alexander Flinck, CEO

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Weidekampsgade 6
Postboks 1600
0900 København C

Statement by Management on the annual report

The Board of Directors and the Executive Board have today considered and approved the annual report of DAFI HOLDING ApS for the financial year 01.01.2018 - 31.12.2018.

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

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2018 and of the results of its operations for the financial year 01.01.2018 - 31.12.2018.

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

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

Copenhagen, 14.05.2019

Executive Board

Karl Joakim Alexander Flinck
CEO

Board of Directors

Robert Alexander Bargum
Chairman

Karl Joakim Alexander Flinck

Kaisa Marjukka Poikela

Independent auditor's report

To the shareholders of DAFI HOLDING ApS

Opinion

We have audited the financial statements of DAFI HOLDING ApS for the financial year 01.01.2018 - 31.12.2018, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2018 and of the results of its operations for the financial year 01.01.2018 - 31.12.2018 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 financial statements section of this auditor's report. We are independent of the Entity in accordance with the International Ethics Standards Board of 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 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 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 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 audit. We also:

Independent auditor's report

- 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 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 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 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 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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures in the notes, 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.

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the 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 financial statements, our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the 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.

Independent auditor's report

Based on the work we have performed, we conclude that the management commentary is in accordance with the 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.

Copenhagen, 14.05.2019

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No (CVR) 33963556

Flemming Larsen
State Authorised Public Accountant
Identification No (MNE) mne27790

Management commentary

Primary activities

The company's primary activity is to hold shares in Algol Diagnostics A/S.

Development in activities and finances

The result of the year is a loss of DKK 24.361 the management does not consider the result satisfactory, neither in the company or in Algol Diagnostics A/S.

In connection with preparation of the annual report for 2018 management has received a letter of support from its ultimate parent company; Algol OY. In the letter of support the parent company confirm that they are willing and able to provide continuing financial support to the company to enable it to operate as going concern and to meet its obligations for at least 12 months from the date of the director's report for the financial year ended 31 December 2018.

Events after the balance sheet date

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report.

Income statement for 2018

	<u>Notes</u>	<u>2018 DKK</u>	<u>2017 DKK</u>
Other external expenses		(37.358)	(37.350)
Operating profit/loss		(37.358)	(37.350)
Other financial income	3	4.897	4.797
Other financial expenses	4	(593)	(74)
Profit/loss before tax		(33.054)	(32.627)
Tax on profit/loss for the year	5	8.693	20.345
Profit/loss for the year		(24.361)	(12.282)
Proposed distribution of profit/loss			
Retained earnings		(24.361)	(12.282)
		(24.361)	(12.282)

Balance sheet at 31.12.2018

	<u>Notes</u>	<u>2018 DKK</u>	<u>2017 DKK</u>
Investments in group enterprises		0	0
Fixed asset investments	6	<u>0</u>	<u>0</u>
Fixed assets		<u>0</u>	<u>0</u>
Receivables from group enterprises		256.477	271.378
Joint taxation contribution receivable		<u>6.852</u>	<u>5.735</u>
Receivables		<u>263.329</u>	<u>277.113</u>
Cash		<u>23.798</u>	<u>34.375</u>
Current assets		<u>287.127</u>	<u>311.488</u>
Assets		<u>287.127</u>	<u>311.488</u>

Balance sheet at 31.12.2018

	<u>Notes</u>	<u>2018 DKK</u>	<u>2017 DKK</u>
Contributed capital		1.000.000	1.000.000
Retained earnings		<u>(742.873)</u>	<u>(718.512)</u>
Equity		<u>257.127</u>	<u>281.488</u>
Trade payables		<u>30.000</u>	<u>30.000</u>
Current liabilities other than provisions		<u>30.000</u>	<u>30.000</u>
Liabilities other than provisions		<u>30.000</u>	<u>30.000</u>
Equity and liabilities		<u>287.127</u>	<u>311.488</u>
Going concern	1		
Staff costs	2		
Contingent liabilities	7		

Statement of changes in equity for 2018

	Contributed capital DKK	Retained earnings DKK	Total DKK
	<u> </u>	<u> </u>	<u> </u>
Equity beginning of year	1.000.000	(718.512)	281.488
Profit/loss for the year	<u> 0</u>	<u> (24.361)</u>	<u> (24.361)</u>
Equity end of year	<u> 1.000.000</u>	<u> (742.873)</u>	<u> 257.127</u>

Notes

1. Going concern

On 31 December 2018 the company has lost more than 50% of the share capital. In connection with preparation of the annual report for 2018 management has received a letter of support from its ultimate parent company; Algol Oy. In the letter of support the parent company confirm that they are willing and able to provide continuing financial support to the company to enable it to operate as a going concern and to meet its obligations for at least 12 months from the date of the director's report for the financial year ended 31 December 2018.

	<u>2018</u>	<u>2017</u>
2. Staff costs		
Average number of employees	<u>0</u>	<u>0</u>
	<u>2018</u>	<u>2017</u>
	<u>DKK</u>	<u>DKK</u>
3. Other financial income		
Financial income arising from group enterprises	4.427	4.797
Fair value adjustments	470	0
	<u>4.897</u>	<u>4.797</u>
	<u>2018</u>	<u>2017</u>
	<u>DKK</u>	<u>DKK</u>
4. Other financial expenses		
Exchange rate adjustments	0	18
Fair value adjustments	476	0
Other financial expenses	117	56
	<u>593</u>	<u>74</u>
	<u>2018</u>	<u>2017</u>
	<u>DKK</u>	<u>DKK</u>
5. Tax on profit/loss for the year		
Current tax	0	(7.576)
Adjustment concerning previous years	0	(12.769)
Refund in joint taxation arrangement	(8.693)	0
	<u>(8.693)</u>	<u>(20.345)</u>

Notes

	Invest- ments in group enterprises DKK
	<u> </u>
6. Fixed asset investments	
Cost beginning of year	<u>51.038.794</u>
Cost end of year	<u>51.038.794</u>
Impairment losses beginning of year	<u>(51.038.794)</u>
Impairment losses end of year	<u>(51.038.794)</u>
Carrying amount end of year	<u> </u> 0

7. Contingent liabilities

Entity participates in a Danish joint taxation arrangement where Algol Chemicals ApS serves as the administration company. 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 for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed entities. The jointly taxed entities' total know net liability under the joint taxation arrangement is disclosed in the administration company's financial statements.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

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

Income statement

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities.

Other financial income

Other financial income comprises interest income, including interest income on receivables from group enterprises.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises.

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.

Balance sheet

Investments in group enterprises

Investments in group enterprises are measured at cost. Investments are written down to the lower of recoverable amount and carrying amount.

Receivables

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

Joint taxation contributions receivable or payable

Current joint taxation contributions payable or joint taxation contributions receivable are recognised in the balance sheet, calculated as tax computed on the taxable income for the year, which has been adjusted for prepaid tax. For tax losses, joint taxation contributions receivable are only recognised if such losses are expected to be used under the joint taxation arrangement.

Cash

Cash comprises cash in hand and bank deposits.

Other financial liabilities

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