
WET WIPE A/S

Vallensbækvej 65, DK-2625 Vallensbæk

Annual Report for 2022

CVR No. 30 20 77 26

The Annual Report was
presented and adopted
at the Annual General
Meeting of the
company
on 13/7 2023

Sven Pflëging
Chairman of the
general meeting



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Management's statement

The Executive Board and Board of Directors have today considered and adopted the Financial Statements of WET WIPE A/S for the financial year 1 January - 31 December 2022.

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 2022 of the Company and of the results of the Company operations for 2022.

In our opinion, Management's Review includes a true and fair account of the matters addressed in the Review.

We recommend that the Financial Statements be adopted at the Annual General Meeting.

Vallensbæk, 13 July 2023

Executive Board

Philip Christian Glad
CEO

Board of Directors

Sven Pflëging
Chairman

Stefan Kukacka

Hans-Christian Nehlsen

Independent Auditor's report

To the shareholder of WET WIPE 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 2022 and of the results of the Company's operations for the financial year 1 January - 31 December 2022 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of WET WIPE A/S for the financial year 1 January - 31 December 2022, 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' 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.

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the Financial Statements does not cover Management's Review, and we do not express any form of assurance conclusion thereon.

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

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

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

Management's responsibilities for the Financial Statements

Management is responsible for the preparation of 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.

Independent Auditor's report

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:

- 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.

Hellerup, 13 July 2023

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

Leif Ulbæk Jensen

State Authorised Public Accountant

mne23327

James Liang

State Authorised Public Accountant

mne34549

Company information

The Company	WET WIPE A/S Vallensbækvej 65 DK-2625 Vallensbæk CVR No: 30 20 77 26 Financial period: 1 January - 31 December Municipality of reg. office: Vallensbæk
Board of Directors	Sven Pflëging, chairman Stefan Kukacka Hans-Christian Nehlsen
Executive Board	Philip Christian Glad
Auditors	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Strandvejen 44 2900 Hellerup

Management's review

Key activities

The company's main activity consists in the development and sale of Wet Wipe disposable cloths as well as various cleaning and disinfection systems. The company operates on the national as well as international market.

Development in the year

In 2022, the company has realized a profit of DKK 474,192 after taxes. Equity then amounts to DKK 11,558,173 as of 31.12.2022.

As in previous years, the company focuses on being a first-mover within the business area and delivering quality products that always comply with applicable legislation.

The first half of 2022 experienced a slowing of the market due to overstock of infection prevention products in general arising from Covid-19. This improved in the second half of 2022 as the infection prevention market recovered to pre-pandemic levels.

Effective from 08.07.2022, Wet Wipe was acquired by Schulke GmbH, one of the international market leaders in the areas of hygiene, infection prevention and preservation in order to broaden knowledge and development in the Nordic market.

Subsequent events

For subsequent events refer to note 12 in the Financial Statements.

Income statement 1 January - 31 December

	Note	2022	2021
		DKK	DKK
Gross profit		10,701,210	19,438,870
Staff expenses	1	-10,616,395	-12,022,382
Amortisation, depreciation and impairment losses of intangible assets and property, plant and equipment	2	-9,377	-271,540
Other operating expenses	3	556,715	0
Profit/loss before financial income and expenses		632,153	7,144,948
Income from investments in associates		0	-166,523
Financial income	4	40,972	55,159
Financial expenses	5	-61,114	-293,437
Profit/loss before tax		612,011	6,740,147
Tax on profit/loss for the year	6	-137,819	-1,465,250
Net profit/loss for the year		474,192	5,274,897

Distribution of profit

	2022	2021
	DKK	DKK
Proposed distribution of profit		
Retained earnings	474,192	5,274,897
	474,192	5,274,897

Balance sheet 31 December

Assets

	Note	2022 DKK	2021 DKK
Other fixtures and fittings, tools and equipment		6,722	16,099
Property, plant and equipment	7	6,722	16,099
Investments in subsidiaries	8	216,064	216,064
Fixed asset investments		216,064	216,064
Fixed assets		222,786	232,163
Raw materials and consumables		1,494,012	3,740,371
Finished goods and goods for resale		3,148,531	3,193,981
Prepayments for goods		871,292	369,248
Inventories		5,513,835	7,303,600
Trade receivables		9,928,379	6,777,934
Receivables from group enterprises		509,466	3,092,776
Other receivables		1,631,856	472,897
Deferred tax asset		87,430	119,231
Corporation tax		508,578	1,595,387
Prepayments		0	213,467
Receivables		12,665,709	12,271,692
Cash at bank and in hand		2,853,137	504,305
Current assets		21,032,681	20,079,597
Assets		21,255,467	20,311,760

Balance sheet 31 December

Liabilities and equity

	Note	2022 DKK	2021 DKK
Share capital		500,000	500,000
Retained earnings		11,058,173	10,583,981
Equity		11,558,173	11,083,981
Other payables		538,413	538,413
Long-term debt	9	538,413	538,413
Credit institutions		20,560	44,433
Trade payables		6,744,043	2,360,968
Payables to group enterprises	9	0	1,206,337
Corporation tax		106,018	104,990
Other payables	9, 10	2,288,260	4,972,638
Short-term debt		9,158,881	8,689,366
Debt		9,697,294	9,227,779
Liabilities and equity		21,255,467	20,311,760
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Statement of changes in equity

	Share capital	Retained earnings	Total
	DKK	DKK	DKK
Equity at 1 January	500,000	10,583,981	11,083,981
Net profit/loss for the year	0	474,192	474,192
Equity at 31 December	500,000	11,058,173	11,558,173

Notes to the Financial Statements

	<u>2022</u>	<u>2021</u>
	DKK	DKK
1. Staff Expenses		
Wages and salaries	9,483,060	10,830,451
Pensions	820,612	741,342
Other social security expenses	131,890	143,728
Other staff expenses	180,833	306,861
	<u>10,616,395</u>	<u>12,022,382</u>
 Average number of employees	 <u>11</u>	 <u>17</u>
	 <u>2022</u>	 <u>2021</u>
	DKK	DKK
2. Amortisation, depreciation and impairment losses of intangible assets and property, plant and equipment		
Amortisation of intangible assets	0	213,765
Depreciation of property, plant and equipment	9,377	32,775
Gain and loss on disposal	0	25,000
	<u>9,377</u>	<u>271,540</u>
	 <u>2022</u>	 <u>2021</u>
	DKK	DKK
3. Other operating expenses		
Other expenses	-556,715	0
	<u>-556,715</u>	<u>0</u>
	 <u>2022</u>	 <u>2021</u>
	DKK	DKK
4. Financial income		
Interest received from group enterprises	0	17,345
Other financial income	40,972	1,496
Exchange adjustments	0	36,318
	<u>40,972</u>	<u>55,159</u>

Notes to the Financial Statements

	<u>2022</u>	<u>2021</u>
	DKK	DKK
5. Financial expenses		
Interest paid to group enterprises	0	15,514
Financial expenses, other	0	3,768
Other financial expenses	42,551	65,511
Exchange adjustments, expenses	18,563	208,644
	<u>61,114</u>	<u>293,437</u>

	<u>2022</u>	<u>2021</u>
	DKK	DKK
6. Income tax expense		
Current tax for the year	106,018	1,533,615
Adjustment of tax concerning previous years	0	-74,478
Adjustment of deferred tax concerning previous years	31,801	6,113
	<u>137,819</u>	<u>1,465,250</u>

7. Property, plant and equipment

	<u>Other fixtures and fittings, tools and equipment</u>
	DKK
Cost at 1 January	449,069
Additions for the year	21,500
Disposals for the year	-146,350
Cost at 31 December	<u>324,219</u>
Impairment losses and depreciation at 1 January	432,970
Depreciation for the year	9,377
Reversal of impairment and depreciation of sold assets	-124,850
Impairment losses and depreciation at 31 December	<u>317,497</u>
Carrying amount at 31 December	<u>6,722</u>

Notes to the Financial Statements

	2022	2021
	DKK	DKK
8. Investments in subsidiaries		
Cost at 1 January	732,178	732,178
Cost at 31 December	732,178	732,178
Value adjustments at 1 January	-516,114	-349,591
Other adjustments	0	-166,523
Value adjustments at 31 December	-516,114	-516,114
Carrying amount at 31 December	216,064	216,064

Investments in subsidiaries are specified as follows:

Name	Place of registered office	Share capital	Ownership
Wet Wipe GmbH	Tyskland	DKK 743,560 (EUR 100,000)	100%

9. 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:

	2022	2021
	DKK	DKK
Other payables		
After 5 years	0	0
Between 1 and 5 years	538,413	538,413
Long-term part	538,413	538,413
Within 1 year	0	0
Other short-term payables	2,288,260	4,972,638
	2,826,673	5,511,051

Notes to the Financial Statements

	<u>2022</u>	<u>2021</u>
	DKK	DKK
10. Other debt		
VAT and taxes	0	2,664,951
Salary due, A-tax, social contributions etc.	505,671	468,547
Other debt	<u>1,782,589</u>	<u>1,839,140</u>
	<u>2,288,260</u>	<u>4,972,638</u>

	<u>2022</u>	<u>2021</u>
	DKK	DKK

11. Contingent assets, liabilities and other financial obligations

Rental and lease obligations

Obligation to designate buyer, operating leases. Expected residual value on expiry agreement	274,791	685,114
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Other contingent liabilities

It has in 2023 been decided to close down the operating activities in the subsidiary. The Company has guaranteed to provide sufficient liquidity to close down the subsidiary and the exposure amount to DKK 3 - 4 million.

12. Subsequent events

Ref. note 11 it has subsequent to the balance sheet date been decided to closed down the activities in the subsidiary and the financial position of the Company will be negatively affected by DKK 3 - 4 million. Except for this no subsequent events has incurred.

Notes to the Financial Statements

13. Accounting policies

The Annual Report of WET WIPE A/S for 2022 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 2022 are presented in DKK.

Consolidated financial statements

With reference to section 110 of the Danish Financial Statements Act, no consolidated financial statements are prepared.

Income statement

Expenses for raw materials and consumables

Expenses for raw materials and consumables comprise the raw materials and consumables consumed to achieve revenue for the year.

Other external expenses

Other external expenses comprise indirect production costs and expenses for premises, sales as well as office expenses, etc.

Gross profit

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

Staff expenses

Staff costs include wages and salaries including compensated absence and pensions as well as other social security contributions etc. made to the entity's employees. The item is net of refunds made by public authorities.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses comprise amortisation, depreciation and impairment of intangible assets and property, plant and equipment.

Other operating income and expenses

Other operating income and other operating expenses comprise items of a secondary nature to the main activities of the Company, including gains and losses on the sale of intangible assets and property, plant and equipment.

Income from investments in subsidiaries and associates

The items "Income from investments in subsidiaries" and "Income from investments in associates" in the income statement include the proportionate share of the profit for the year.

Financial income and expenses

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

Notes to the Financial Statements

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 . The tax effect of the joint taxation is allocated to Danish enterprises in proportion to their taxable incomes.

Balance sheet

Intangible fixed assets

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 year.

Property, plant and equipment

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

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:

Other fixtures and fittings, tools and equipment	3-5 years
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The fixed assets' residual values are determined at nil.

Investments in subsidiaries and associates

Investments in subsidiaries and associates are recognised and measured under the equity method.

The items "Investments in subsidiaries" and "Investments in associates" in the balance sheet include the proportionate ownership share of the net asset value of the enterprises calculated on the basis of the fair values of identifiable net assets at the time of acquisition with deduction or addition of unrealised intercompany profits or losses and with addition of the remaining value of any increases in value and goodwill calculated at the time of acquisition of the enterprises.

The total net revaluation of investments in subsidiaries and associates is transferred upon distribution of profit to "Reserve for net revaluation under the equity method" under equity. The reserve is reduced by dividend distributed to the Parent Company and adjusted for other equity movements in the subsidiaries and the associates.

Subsidiaries and associates with a negative net asset value are recognised at DKK 0. Any legal or constructive obligation of the Parent Company to cover the negative balance of the enterprise is recognised in provisions.

Inventories

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

The net realisable value of inventories is calculated at the amount expected to be generated by sale of the inventories in the process of normal operations with deduction of selling expenses and costs of completion. The net realisable value is determined allowing for marketability, obsolescence and development in expected selling price.

The cost of goods for resale, raw materials and consumables equals landed cost.

Notes to the Financial Statements

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.

Prepayments

Prepayments comprise prepaid expenses concerning rent, insurance premiums, subscriptions and interest.

Equity

Dividend

Dividend distribution proposed by Management for the year is disclosed as a separate Dividend item.