
WET WIPE A/S

Vallensbækvej 65, DK-2625 Vallensbæk

Annual Report for 2023

CVR No. 30 20 77 26

The Annual Report was
presented and adopted
at the Annual General
Meeting of the
company
on 28/6 2024

Corinne Anne
Veronique Malbran
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 WET WIPE A/S for the financial year 1 January - 31 December 2023.

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 2023 of the Company and of the results of the Company operations for 2023.

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

Vallensbæk, 28 June 2024

Executive Board

Philip Christian Glad
CEO

Board of Directors

Jan-Dirk Werner Auris
Chairman

Hans-Christian Nehlsen

Corinne Anne Veronique Malbran

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 2023 and of the results of the Company's operations for the financial year 1 January - 31 December 2023 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 2023, 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.

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 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.

Independent Auditor's report

- 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, 28 June 2024

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 2625 Vallensbæk CVR No: 30 20 77 26 Financial period: 1 January - 31 December Municipality of reg. office: Vallensbæk
Board of Directors	Jan-Dirk Werner Auris, chairman Hans-Christian Nehlsen Corinne Anne Veronique Malbran
Executive Board	Philip Christian Glad
Auditors	PricewaterhouseCoopers Statsautoriseret Revisionspartnerselskab Strandvejen 44 DK-2900 Hellerup

Income statement 1 January - 31 December

	Note	2023	2022
		DKK	DKK
Gross profit		13,453,241	10,701,210
Staff expenses	2	-10,199,905	-10,616,395
Depreciation and impairment losses of property, plant and equipment	3	-6,872	-9,377
Other operating expenses		0	556,715
Profit/loss before financial income and expenses		3,246,464	632,153
Financial income	4	6,890	40,972
Financial expenses	5	-141,599	-61,114
Profit/loss before tax		3,111,755	612,011
Tax on profit/loss for the year	6	-208,961	-137,819
Net profit/loss for the year		2,902,794	474,192

Distribution of profit

	2023	2022
	DKK	DKK
Proposed distribution of profit		
Retained earnings	2,902,794	474,192
	2,902,794	474,192

Balance sheet 31 December

Assets

	Note	2023	2022
		DKK	DKK
Other fixtures and fittings, tools and equipment		113,204	6,722
Property, plant and equipment	7	113,204	6,722
Investments in subsidiaries	8	216,064	216,064
Fixed asset investments		216,064	216,064
Fixed assets		329,268	222,786
Raw materials and consumables		2,301,363	1,494,012
Finished goods and goods for resale		2,988,622	3,148,531
Prepayments for goods		670,269	871,292
Inventories		5,960,254	5,513,835
Trade receivables		4,509,967	7,730,042
Receivables from group enterprises		2,614,542	509,466
Other receivables		1,503,732	1,631,856
Deferred tax asset		47,043	87,430
Corporation tax		695,070	992,212
Receivables		9,370,354	10,951,006
Cash at bank and in hand		3,583,227	2,853,137
Current assets		18,913,835	19,317,978
Assets		19,243,103	19,540,764

Balance sheet 31 December

Liabilities and equity

	Note	2023	2022
		DKK	DKK
Share capital		500,000	500,000
Retained earnings		12,173,749	9,343,470
Equity		12,673,749	9,843,470
Other payables		0	538,413
Long-term debt	9	0	538,413
Credit institutions		0	20,560
Trade payables		3,395,467	6,744,043
Corporation tax		0	106,018
Other payables	9,10	3,173,887	2,288,260
Short-term debt		6,569,354	9,158,881
Debt		6,569,354	9,697,294
Liabilities and equity		19,243,103	19,540,764
Key activities	1		
Contingent assets, liabilities and other financial obligations	11		
Subsequent events	12		
Accounting Policies	13		

Statement of changes in equity

	Share capital	Retained earnings	Total
	DKK	DKK	DKK
Equity at 1 January	500,000	11,058,173	11,558,173
Net effect of correction of material misstatements	0	-1,714,703	-1,714,703
Adjusted equity at 1 January	500,000	9,343,470	9,843,470
Tax on other equity movements	0	-72,515	-72,515
Net profit/loss for the year	0	2,902,794	2,902,794
Equity at 31 December	500,000	12,173,749	12,673,749

Notes to the Financial Statements

1. 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.

2. Staff Expenses

	<u>2023</u>	<u>2022</u>
	DKK	DKK
Wages and salaries	9,278,770	9,483,060
Pensions	703,661	820,612
Other social security expenses	91,064	131,890
Other staff expenses	126,410	180,833
	<u>10,199,905</u>	<u>10,616,395</u>
Average number of employees	<u>12</u>	<u>11</u>

3. Depreciation and impairment losses of property, plant and equipment

	<u>2023</u>	<u>2022</u>
	DKK	DKK
Depreciation of property, plant and equipment	6,872	9,377
	<u>6,872</u>	<u>9,377</u>

4. Financial income

	<u>2023</u>	<u>2022</u>
	DKK	DKK
Other financial income	1,802	40,972
Exchange gains	5,088	0
	<u>6,890</u>	<u>40,972</u>

Notes to the Financial Statements

	2023	2022
	DKK	DKK
5. Financial expenses		
Other financial expenses	57,028	42,551
Exchange adjustments, expenses	84,571	18,563
	<u>141,599</u>	<u>61,114</u>

	2023	2022
	DKK	DKK
6. Income tax expense		
Current tax for the year	168,574	106,018
Deferred tax for the year	40,387	0
Adjustment of deferred tax concerning previous years	0	31,801
	<u>208,961</u>	<u>137,819</u>

7. Property, plant and equipment

	Other fixtures and fittings, tools and equipment
	DKK
Cost at 1 January	324,219
Additions for the year	113,354
Cost at 31 December	<u>437,573</u>
Impairment losses and depreciation at 1 January	317,497
Depreciation for the year	6,872
Impairment losses and depreciation at 31 December	<u>324,369</u>
Carrying amount at 31 December	<u>113,204</u>

Notes to the Financial Statements

	2023	2022
	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	-516,114
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 14,840 (EUR 1.992)	100%

	2023	2022
	DKK	DKK
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:

Other payables		
After 5 years	0	0
Between 1 and 5 years	0	538,413
Long-term part	0	538,413
Other short-term payables	3,173,887	2,288,260
	3,173,887	2,826,673

Notes to the Financial Statements

	<u>2023</u>	<u>2022</u>
	DKK	DKK
10. Other payables		
VAT and taxes	585,878	0
Salary due, A-tax, social contributions etc.	1,906,131	505,671
Other debt	681,878	1,782,589
	<u>3,173,887</u>	<u>2,288,260</u>

	<u>2023</u>	<u>2022</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	284,034	274,791

12. Subsequent events

No material subsequent events has incurred affecting the Company's financial position.

Notes to the Financial Statements

13. Accounting policies

The Annual Report of WET WIPE A/S for 2023 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 2023 are presented in DKK.

Correction of material misstatements

A material error regarding 2022 has been identified regarding a transfer pricing adjustment and the comparative figures has been adjusted. The adjustment consists of a decrease in the result for the year by DKK -1,715k and a decrease of equity DKK 1,715k.

Consolidated financial statements

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

Income statement

Revenue

Revenue from the sale of goods is recognised when the risks and rewards relating to the goods 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.

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

Notes to the Financial Statements

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

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.

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
--------------------------------------------------	-----------

The fixed assets' residual values are determined at nil.

Investments in subsidiaries

Investments in subsidiaries 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

Notes to the Financial Statements

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.

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.

Equity

Dividend

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