

Advanced Cooling A/S

Bisgårdsvej 2
8700 Horsens
Business Registration No
30606566

Annual report 01.05.2018 - 30.04.2019

The Annual General Meeting adopted the annual report on 23.09.2019

Chairman of the General Meeting

Name: Alan Nissen

Contents

	<u>Page</u>
Entity details	1
Statement by Management on the annual report	2
Independent auditor's report	3
Management commentary	6
Income statement for 2018/19	8
Balance sheet at 30.04.2019	9
Statement of changes in equity for 2018/19	11
Notes	12
Accounting policies	16

Entity details

Entity

Advanced Cooling A/S
Bisgårdsvej 2
8700 Horsens

Central Business Registration No (CVR): 30606566

Registered in: Horsens

Financial year: 01.05.2018 - 30.04.2019

Board of Directors

Frederikke Pontoppidan Nissen, chairman
Victoria Pontoppidan Nissen
Josephine Pontoppidan Nissen
Thor Hvid Hansen
Niels-Ulrik Moustén
Alan Nissen

Executive Board

Alan Nissen

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
City Tower, Værkmestergade 2
8000 Aarhus 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 Advanced Cooling A/S for the financial year 01.05.2018 - 30.04.2019.

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 30.04.2019 and of the results of its operations for the financial year 01.05.2018 - 30.04.2019.

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.

Horsens, 23.09.2019

Executive Board

Alan Nissen

Board of Directors

Frederikke Pontoppidan
Nissen
chairman

Victoria Pontoppidan Nissen

Josephine Pontoppidan Nissen

Thor Hvid Hansen

Niels-Ulrik Mousten

Alan Nissen

Independent auditor's report

To the shareholders of Advanced Cooling A/S

Opinion

We have audited the financial statements of Advanced Cooling A/S for the financial year 01.05.2018 - 30.04.2019, 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 30.04.2019 and of the results of its operations for the financial year 01.05.2018 - 30.04.2019 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.

Aarhus, 23.09.2019

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No (CVR) 33963556

Thomas Rosquist Andersen
State Authorised Public Accountant
Identification No (MNE) mne31482

Management commentary

	2018/19	2017/18	2016/17	2015/16	2014/15
	DKK'000	DKK'000	DKK'000	DKK'000	DKK'000
Financial highlights					
Key figures					
Gross profit/loss	(327)	(640)	1,587	0	0
Operating profit/loss	(3,274)	(3,263)	(5,808)	0	0
Net financials	45,791	1,499,562	136,022	1	0
Profit/loss for the year	42,461	1,497,017	131,400	0	0
Total assets	2,097,503	2,039,535	550,286	427	357
Investments in property, plant and equipment	268	0	850	0	0
Equity	2,080,067	2,038,306	541,290	426	357
Ratios					
Return on equity (%)	2.1	116.1	27.2	23.9	18.2
Equity ratio (%)	99.2	99.9	98.4	99.8	100.0

Financial highlights are defined and calculated in accordance with "Recommendations & Ratios" issued by the Danish Society of Financial Analysts.

Ratios	Calculation formula	Calculation formula reflects
Return on equity (%)	$\frac{\text{Profit/loss for the year} \times 100}{\text{Average equity}}$	The entity's return on capital invested in the entity by the owners.
Equity ratio (%)	$\frac{\text{Equity} \times 100}{\text{Total assets}}$	The financial strength of the entity.

Management commentary

Primary activities

The company's primary activity consist of management consultancy, investments in subsidiaries, financing and hereby related activity optionally via subsidiaries.

Development in activities and finances

The profit for the year amounts to DKK 42,461k against DKK 1,497,017k last year. Management considers the profit for the year in line with expectations. Last years profit was largely due to the divestment of shares in group enterprises.

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 2018/19

	<u>Notes</u>	<u>2018/19</u> <u>DKK'000</u>	<u>2017/18</u> <u>DKK'000</u>
Other operating income		779	699
Other external expenses		<u>(1,106)</u>	<u>(1,339)</u>
Gross profit/loss		(327)	(640)
Staff costs	1	(2,816)	(2,503)
Depreciation, amortisation and impairment losses	2	<u>(131)</u>	<u>(120)</u>
Operating profit/loss		(3,274)	(3,263)
Income from investments in group enterprises		42,416	1,499,563
Other financial income	3	3,499	11,621
Other financial expenses	4	<u>(124)</u>	<u>(11,622)</u>
Profit/loss before tax		42,517	1,496,299
Tax on profit/loss for the year	5	<u>(56)</u>	<u>718</u>
Profit/loss for the year	6	<u>42,461</u>	<u>1,497,017</u>

Balance sheet at 30.04.2019

	<u>Notes</u>	<u>2018/19</u> <u>DKK'000</u>	<u>2017/18</u> <u>DKK'000</u>
Other fixtures and fittings, tools and equipment		847	710
Property, plant and equipment	7	847	710
Investments in group enterprises		1,689,661	1,647,245
Investments in associates		0	210,000
Other investments		20,245	20,245
Fixed asset investments	8	1,709,906	1,877,490
Fixed assets		1,710,753	1,878,200
Receivables from group enterprises		139,662	21,393
Receivables from associates		218,306	48
Other receivables		20,775	19,838
Joint taxation contribution receivable		269	727
Receivables		379,012	42,006
Other investments		0	114,927
Other investments		0	114,927
Cash		7,738	4,402
Current assets		386,750	161,335
Assets		2,097,503	2,039,535

Balance sheet at 30.04.2019

	<u>Notes</u>	<u>2018/19</u> <u>DKK'000</u>	<u>2017/18</u> <u>DKK'000</u>
Contributed capital		1,000	1,000
Reserve for net revaluation according to the equity method		59,728	17,312
Retained earnings		2,005,339	2,019,294
Proposed dividend		<u>14,000</u>	<u>700</u>
Equity		<u>2,080,067</u>	<u>2,038,306</u>
Deferred tax	9	<u>63</u>	<u>51</u>
Provisions		<u>63</u>	<u>51</u>
Trade payables		61	140
Payables to group enterprises		17,096	969
Other payables		<u>216</u>	<u>69</u>
Current liabilities other than provisions		<u>17,373</u>	<u>1,178</u>
Liabilities other than provisions		<u>17,373</u>	<u>1,178</u>
Equity and liabilities		<u>2,097,503</u>	<u>2,039,535</u>
Contingent liabilities	10		
Assets charged and collateral	11		
Related parties with controlling interest	12		
Transactions with related parties	13		
Group relations	14		

Statement of changes in equity for 2018/19

	Contributed capital DKK'000	Reserve for net revaluation according to the equity method DKK'000	Retained earnings DKK'000
Equity beginning of year	1,000	17,312	2,019,294
Ordinary dividend paid	0	0	0
Profit/loss for the year	0	42,416	(13,955)
Equity end of year	1,000	59,728	2,005,339

	Proposed dividend DKK'000	Total DKK'000
Equity beginning of year	700	2,038,306
Ordinary dividend paid	(700)	(700)
Profit/loss for the year	14,000	42,461
Equity end of year	14,000	2,080,067

Notes

	2018/19	2017/18
	DKK'000	DKK'000
1. Staff costs		
Wages and salaries	2,652	2,327
Pension costs	113	101
Other social security costs	12	7
Other staff costs	39	68
	2,816	2,503
Average number of employees	2	2
	2018/19	2017/18
	DKK'000	DKK'000
2. Depreciation, amortisation and impairment losses		
Depreciation of property, plant and equipment	131	120
	131	120
	2018/19	2017/18
	DKK'000	DKK'000
3. Other financial income		
Financial income arising from group enterprises	1,137	315
Other interest income	943	10,604
Fair value adjustments	0	702
Other financial income	1,419	0
	3,499	11,621
	2018/19	2017/18
	DKK'000	DKK'000
4. Other financial expenses		
Financial expenses from group enterprises	8	27
Other interest expenses	29	88
Exchange rate adjustments	0	114
Fair value adjustments	87	11,393
	124	11,622

Notes

	2018/19	2017/18
	DKK'000	DKK'000
5. Tax on profit/loss for the year		
Current tax	44	(727)
Change in deferred tax	12	9
	56	(718)
	2018/19	2017/18
	DKK'000	DKK'000
6. Proposed distribution of profit/loss		
Ordinary dividend for the financial year	14,000	700
Retained earnings	28,461	1,496,317
	42,461	1,497,017
		Other
		fixtures and
		fittings, tools
		and
		equipment
		DKK'000
7. Property, plant and equipment		
Cost beginning of year		850
Additions		268
Cost end of year		1,118
Depreciation and impairment losses beginning of year		(140)
Depreciation for the year		(131)
Depreciation and impairment losses end of year		(271)
Carrying amount end of year		847

Notes

	Invest- ments in group enterprises DKK'000	Invest- ments in associates DKK'000	Other investments DKK'000
8. Fixed asset investments			
Cost beginning of year	1,629,933	210,000	20,245
Additions	0	50,000	0
Disposals	0	(260,000)	0
Cost end of year	1,629,933	0	20,245
Revaluations beginning of year	17,312	0	0
Share of profit/loss for the year	42,416	0	0
Revaluations end of year	59,728	0	0
Carrying amount end of year	1,689,661	0	20,245

	Registered in	Corpo- rate form	Equity inte- rest %
Investments in group enterprises comprise:			
Advanced Cooling Investment A/S	Horsens	A/S	100.0
Tamdrup Bisgård Landbrug ApS	Horsens	ApS	100.0
Jensgård ApS	Juelsminde	ApS	100.0

	2018/19 DKK'000	2017/18 DKK'000
9. Deferred tax		
Property, plant and equipment	63	51
	63	51
Changes during the year		
Beginning of year	51	
Recognised in the income statement	12	
End of year	63	

Notes

10. Contingent liabilities

The Entity participates in a Danish joint taxation arrangement where ANTB Holding 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 known net liability under the joint taxation arrangement is disclosed in the administration company's financial statements.

11. Assets charged and collateral

No assets charged or collateral.

12. Related parties with controlling interest

ANTB Holding ApS, Horsens, owns 100 % of the voting rights and has therefore deciding influence in the company.

13. Transactions with related parties

Only related party transactions not conducted on an arm's length basis are disclosed in the annual report. No such transactions have been conducted in the financial year.

14. Group relations

Name and registered office of the Parent preparing consolidated financial statements for the largest group:
ANTB Holding ApS, Horsens, CVR-nr. 40454926

Name and registered office of the Parent preparing consolidated financial statements for the smallest group:
ANTB Holding ApS, Horsens, CVR-nr. 40454926

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class C enterprises (medium).

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

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Income statement

Other operating income

Other operating income comprises income of a secondary nature as viewed in relation to the Entity's primary activities.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for administration etc.

Staff costs

Staff costs comprise salaries and wages as well as social security contributions, pension contributions, etc for entity staff.

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to property, plant and equipment assets comprise depreciation for the financial year, calculated on the basis of the residual values and useful lives of the individual assets.

Accounting policies

Income from investments in group enterprises

Income from investments in group enterprises comprises dividend etc received from the individual group enterprises in the financial year.

Other financial income

Other financial income comprises dividends etc received on other investments, interest income, including interest income on receivables from group enterprises, net capital or exchange gains on securities, payables and transactions in foreign currencies, amortisation of financial assets as well as tax relief under the Danish Tax Prepayment Scheme etc.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities as well as tax surcharge under the Danish Tax Prepayment Scheme etc.

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.

The Entity is jointly taxed with ANTB Holding Aps and all Danish subsidiaries. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

Balance sheet

Property, plant and equipment

Other fixtures and fittings, tools and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset until the time when it is ready to be put into operation.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets:

Other fixtures and fittings, tools and equipment	5 years
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Estimated useful lives and residual values are reassessed annually.

Items of property, plant and equipment are written down to the lower of recoverable amount and carrying amount.

Accounting policies

Investments in group enterprises

Investments in group enterprises are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the enterprises' equity value plus unamortised goodwill and plus or minus unrealised intra-group profits or losses. Refer to the above section on business combinations for more details about the accounting policies used on acquisitions of investments in group enterprises.

Group enterprises with negative equity value are measured at DKK 0. Any receivables from these enterprises are written down to net realisable value based on a specific assessment. If the Parent has a legal or constructive obligation to cover the liabilities of the relevant enterprise, and it is probable that such obligation is imminent, a provision is recognised that is measured at present value of the costs deemed necessary to incur to settle the obligation.

Upon distribution of profit or loss, net revaluation of investments in group enterprises is transferred to Reserve for net revaluation according to the equity method under equity.

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

Investments in associates

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

Other investments

Other investments comprise unlisted equity investments measured at the lower of cost and net realisable value.

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.

Other investments

Other current asset investments comprise listed securities measured at fair value (market price) at the balance sheet date.

Cash

Cash comprises cash in hand and bank deposits.

Accounting policies

Dividend

Dividend is recognised as a liability at the time of adoption at the general meeting. Proposed dividend for the financial year is disclosed as a separate item in equity. Extraordinary dividend adopted in the financial year is recognised directly in equity when distributed and disclosed as a separate item in Management's proposal for distribution of profit/loss.

Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset or the planned settlement of each liability.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Operating leases

Lease payments on operating leases are recognised on a straight-line basis in the income statement over the term of the lease.

Other financial liabilities

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

Cash flow statement

Cash flow statement is hold off related to ÅRL § 86 pc. 4.