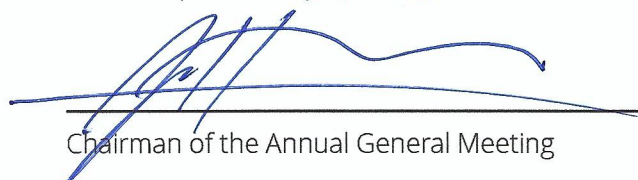


NB Public Equity Invest ApS

Østergade 24, 1., 1100 Copenhagen
CVR No. 31067529

Annual report 2019

The Annual General Meeting adopted the
annual report on *18 March 2020*



Chairman of the Annual General Meeting

Contents

Entity details	2
Statement by Management	3
Independent auditor's report	4
Management commentary	7
Income statement for 2019	8
Balance sheet at 31.12.2019	9
Statement of changes in equity for 2019	11
Notes	12
Accounting policies	13

Entity details

Entity

NB Public Equity Invest ApS

Østergade 24, 1.

1100 Copenhagen

CVR No.: 31067529

Date of foundation: 29.09.2007

Registered office: Copenhagen

Financial year: 01.01.2019 - 31.12.2019

Executive Board

Cora Louise Madsen

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

P. O. Box 1600

0900 Copenhagen C

Statement by Management

The Executive Board has today considered and approved the annual report of NB Public Equity Invest ApS for the financial year 01.01.2019 - 31.12.2019.

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

In my opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2019 and of the results of its operations for the financial year 01.01.2019 - 31.12.2019.

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

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

Copenhagen, 07.02.2020

Executive Board

Cora Louise Madsen

A handwritten signature in black ink that reads "Cora Louise Madsen". The signature is written in a cursive, flowing style.

Independent auditor's report

To the shareholders of NB Public Equity Invest ApS

Opinion

We have audited the financial statements of NB Public Equity Invest ApS for the financial year 01.01.2019 - 31.12.2019, 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 31.12.2019 and of the results of its operations for the financial year 01.01.2019 - 31.12.2019 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:

- 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.

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, 07.02.2020

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No.: 33963556



Bill Haudal Pedersen

State Authorised Public Accountant
Identification No (MNE) 30131

Management commentary

Primary activities

The Company's purpose is to trade and invest in securities through its participation in the limited partnership, NB Public Equity K/S.

Development in activities and finances

The development in the financial year's activities is as expected.

Income statement for 2019

	Notes	2019 DKK	2018 DKK
Revenue		3,630,164	0
Other external expenses		(43,125)	(49,375)
Gross profit/loss		3,587,039	(49,375)
Staff costs	1	(402,500)	0
Operating profit/loss		3,184,539	(49,375)
Income from other financial assets		1,219,117	(31,674)
Profit/loss before tax		4,403,656	(81,049)
Tax on profit/loss for the year	2	(968,804)	17,831
Profit/loss for the year		3,434,852	(63,218)
Proposed distribution of profit and loss:			
Ordinary dividend for the financial year		0	1,900,000
Retained earnings		3,434,852	(1,963,218)
Proposed distribution of profit and loss		3,434,852	(63,218)

Balance sheet at 31.12.2019

Assets

	Notes	2019 DKK	2018 DKK
Other investments		761,155	1,878,880
Other financial assets		761,155	1,878,880
Fixed assets		761,155	1,878,880
Other receivables		3,630,164	0
Income tax receivable		194,564	104,732
Receivables		3,824,728	104,732
Cash		4,108,460	3,974,743
Current assets		7,933,188	4,079,475
Assets		8,694,343	5,958,355

Equity and liabilities

	Notes	2019 DKK	2018 DKK
Contributed capital		139,000	139,000
Retained earnings		7,317,127	3,882,275
Proposed dividend		0	1,900,000
Equity		7,456,127	5,921,275
Deferred tax		798,636	0
Provisions		798,636	0
Other payables		439,580	37,080
Current liabilities other than provisions		439,580	37,080
Liabilities other than provisions		439,580	37,080
Equity and liabilities		8,694,343	5,958,355

Contingent liabilities

3

Statement of changes in equity for 2019

	Contributed capital DKK	Retained earnings DKK	Proposed dividend DKK	Total DKK
Equity beginning of year	139,000	3,882,275	1,900,000	5,921,275
Ordinary dividend paid	0	0	(1,900,000)	(1,900,000)
Profit/loss for the year	0	3,434,852	0	3,434,852
Equity end of year	139,000	7,317,127	0	7,456,127

Notes

1 Staff costs

	2019	2018
	DKK	DKK
Wages and salaries	350,000	0
Other staff costs	52,500	0
	402,500	0
Average number of full-time employees	1	1

2 Tax on profit/loss for the year

	2019	2018
	DKK	DKK
Current tax	170,168	195,268
Change in deferred tax	798,636	(213,099)
	968,804	(17,831)

3 Contingent liabilities

The company is a limited partner in NB Public Equity K/S and at the time of signing the agreement pledged to inject DKK 5,000,000. As of 31.12.2019 the contributed capital was DKK 15,078,539 whereas the total distribution was DKK 20,159,473, which shows a net contribution of DKK (5,080,934).

Other contingent liabilities

The company is jointly taxed with Nordic Biotech Advisors ApS, which acts as management company, and has limited and alternative liability together with other jointly taxed group entities for the payment of income taxes as well as withholding taxed on interest, royalties and dividends falling due for payment.

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.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the rate in effect at the payment date, or the rate at the balance sheet date are recognised in the income statement as financial income or financial expenses.

Income statement

Revenue

Revenue consists of carried interest for the year. The company earns carried interest from its participation in NB Public Equity K/S.

Other external expenses

Other external expenses include the year's expenses to the auditor.

Staff costs

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

Income from other fixed asset investments

The item includes the year's fair value adjustment of other securities and investments.

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 and Nordic Biotech Advisor ApS are taxed on a joint basis. The Danish income tax charge is allocated between profit-making and loss-making Danish entities in proportion to their taxable income (full allocation method).

Balance sheet

Other investments

Other investments comprise investments in NB Public Equity K/S and are measured at fair value pursuant to section 37 of the Danish Financial Statement Act. The value adjustments are recognized in the income statement under Income from other fixed assets investments.

The valuation of the unlisted portfolio company is based on appraised fair value in accordance with the

International Private Equity and Venture Capital Valuation Guidelines (IPEV Guidelines).

The Net Asset Value approach from the IPEV Guidelines is applied measuring the investment in NB Public Equity K/S to the entity's share of the net assets of the fund.

Receivables

Receivables are measured at amortised cost.

An impairment loss is recognised if there is objective evidence that a receivable or a group of receivables is impaired. If there is objective evidence that an individual receivable has been impaired, an impairment loss is recognised on an individual basis.

Income tax payable or receivable

Current tax payable or receivable is recognised in the balance sheet, stated as tax computed on this year's taxable income, adjusted for prepaid tax.

Cash

Cash comprises cash in bank deposits.

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 tax-based value of assets and liabilities, for which the tax-based value of assets is calculated based on the planned use of each asset.

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.

Other financial liabilities

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