

# K III DENMARK K/S

C/O Apex Fund Service (Denmark) ApS Hørmarken 2, 2., 3520 Farum

CVR no. 32 07 44 72

## Annual report 2023

Approved at the Company's meeting of the Board of Directors on 17 May 2024

Chairman of the meeting:

.....  
Peter Toyberg

## Contents

<b>Statement by the Board of Directors</b>	<b>2</b>
<b>Independent auditor's report</b>	<b>3</b>
<b>Management's review</b>	<b>5</b>
<b>Financial statements 1 January - 31 December</b>	<b>7</b>
Income statement	7
Balance sheet	8
Statement of changes in equity	9
Notes to the financial statements	10

## Statement by the Board of Directors

Today, the Board of Directors has discussed and approved the annual report of K III DENMARK K/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 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.

Further, in our opinion, the Management's review gives a fair review of the matters discussed in the Management's review.

We recommend that the annual report be approved at the annual general meeting.

Farum, Denmark, 17 May 2024  
Board of Directors:

.....  
Hans Eric Karlander  
Chairman

.....  
Peter Toyberg

## Independent auditor's report

To the limited partners of K III DENMARK K/S

### Opinion

We have audited the financial statements of K III DENMARK K/S for the financial year 1 January - 31 December 2023, which comprise income statement, balance sheet, statement of changes in equity and notes, including 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 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.

### 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Independence

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.

### 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 as to 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 the 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 note 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.

### Statement on the Management's review

Management is responsible for the Management's review.

Our opinion on the financial statements does not cover the 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 the Management's review and, in doing so, consider whether the 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 the Management's review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the Management's review is in accordance with the financial statements and has been prepared in accordance with the requirements of the Danish Financial Statement Act. We did not identify any material misstatement of the Management's review.

Copenhagen, 17 May 2024  
EY Godkendt Revisionspartnerselskab  
CVR no. 30 70 02 28

Rasmus Bloch Jespersen  
State Authorised Public Accountant  
mne35503

## Management's review

### Company details

Name	K III DENMARK K/S
Address, Postal code, City	C/O Apex Fund Service (Denmark) ApS Hørmarken 2, 2., 3520 Farum
CVR no.	32 07 44 72
Established	10 March 2009
Registered office	Furesø
Financial year	1 January - 31 December
Board of Directors	Hans Eric Karlander, Chairman Peter Toyberg
Auditors	EY Godkendt Revisionspartnerselskab Dirch Passers Allé 36, P.O. Box 250, 2000 Frederiksberg, Denmark
Bankers	Nordea Danmark

## Management's review

### Business review

The Company's objective is - directly or indirectly - to make investments and carry-on related activities.

K III Denmark K/S was established with purpose to invests in private equity companies. The investment period is over and in 2022 and 2023 focus has been on divesting of the investment portfolio. In 2023, the Company divested its last portfolio company, Kasthall Group AB. Thereafter the company is without activities.

### Completion of divestments and expected liquidation of the partnership

K III Denmark K/S was established under the terms of a limited partnership agreements entered between the general partner and the limited partners of the Company with purpose to invests in private equity companies. At 31 December 2023, the investment period is over and in 2022 and 2023 focus has been on divesting of the investment portfolio. In 2023, the Company divested its last portfolio company, Kasthall Group AB. Thereafter the company is without activities. As per the limited partnership agreement for K III Denmark K/S, as soon as practical after completion of all divestments, the General Partner and the limited partners shall procure that the partnership enters liquidation.

### Financial review

The income statement for 2023 shows a profit of EUR 1,420,015 against a profit of EUR 192,560 last year, and the balance sheet at 31 December 2023 shows equity of EUR 1,315,905.

### Change in accounting framework

In previous years, the Company's financial statements were prepared in accordance with IFRS Accounting Standards as adopted by the EU (IFRS). Due to administrative reasons, the Company has elected to change accounting framework and prepare the financial statements for 2023 in accordance with the Danish Financial Statements Act. As such, the Company has prepared the financial statements for 2023 in accordance with the Company's accounting policies under the Danish Financial Statements Act and "Bekendtgørelse om overgang til regnskabsaflæggelse efter årsregnskabsloven" with opening balance at 1 January 2022.

The change has impacted the principles for recognition and measuring of investments in subsidiaries and loan receivables from subsidiaries, which under IFRS have been measured at fair value with fair value adjustments via profit or loss. Under the Danish Financial Statements Act, investments in subsidiaries are measured at cost and loan receivables from subsidiaries are measured at amortized costs.

Apart from the change in the principles for measuring of investments in subsidiaries and loan receivables from subsidiaries, the conversion did not change the methods for recognition and measuring historically applied by the Company. The comparatives for 2022 have been revised to confirm with the Danish Financial Statements Act.

The revision of the comparative amounts impacted the financial statements as follows; Opening equity at 1 January 2022 decreased by EUR 1.858.093, total equity and total assets at 31 December 2022 decreased by EUR 3.909.737 and profit for the year 2022 decreased by EUR 2.051.644.

### Events after the balance sheet date

No events materially affecting the Company's financial position have occurred subsequent to the financial year-end.

## Financial statements 1 January - 31 December

### Income statement

Note	EUR	2023	2022
	<b>Gross profit/ loss</b>	60,911	-15,602
	Income from investments in group enterprises	1,369,258	290,728
3	Financial income	82,493	107,576
	Financial expenses	-92,647	-190,142
	<b>Profit for the year</b>	<b>1,420,015</b>	<b>192,560</b>
	<b>Recommended appropriation of profit</b>		
	Retained earnings	1,420,015	192,560
		1,420,015	192,560



## Financial statements 1 January - 31 December

### Balance sheet

Note	EUR	2023	2022
	<b>ASSETS</b>		
	<b>Fixed assets</b>		
4	<b>Investments</b>		
	Investments in subsidiaries	0	1,341,757
	Receivables from subsidiaries	0	1,371,239
		<u>0</u>	<u>2,712,996</u>
	<b>Total fixed assets</b>	<u>0</u>	<u>2,712,996</u>
	<b>Non-fixed assets</b>		
	<b>Receivables</b>		
	Receivables from participating interests	0	281,782
	Other receivables	541,078	104,768
		<u>541,078</u>	<u>386,550</u>
	<b>Cash</b>	784,902	429,925
	<b>Total non-fixed assets</b>	<u>1,325,980</u>	<u>816,475</u>
	<b>TOTAL ASSETS</b>	<u>1,325,980</u>	<u>3,529,471</u>
	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
	Limited partnership capital	34,453,899	34,453,899
	Retained earnings	-33,137,994	-31,014,971
	<b>Total equity</b>	<u>1,315,905</u>	<u>3,438,928</u>
	<b>Liabilities other than provisions</b>		
	<b>Current liabilities other than provisions</b>		
	Other payables	10,075	90,543
		<u>10,075</u>	<u>90,543</u>
	<b>Total liabilities other than provisions</b>	<u>10,075</u>	<u>90,543</u>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,325,980</u>	<u>3,529,471</u>

1 Accounting policies

2 Completion of divestments and expected liquidation of the partnership

## Financial statements 1 January - 31 December

### Statement of changes in equity

EUR	<u>Limited partnership capital</u>	<u>Retained earnings</u>	<u>Total</u>
Equity at 1 January 2022	34,453,899	-26,856,193	7,597,706
Adjustment of equity through changes in accounting policies	0	-1,858,093	-1,858,093
Adjusted equity at 1 January 2022	34,453,899	-28,714,286	5,739,613
Transfer through appropriation of profit	0	192,560	192,560
Dividend distributed	0	-2,493,245	-2,493,245
<b>Equity at 1 January 2023</b>	34,453,899	-31,014,971	3,438,928
Transfer through appropriation of profit	0	1,420,015	1,420,015
Dividend distributed	0	-3,543,038	-3,543,038
<b>Equity at 31 December 2023</b>	<u>34,453,899</u>	<u>-33,137,994</u>	<u>1,315,905</u>

## Financial statements 1 January - 31 December

### Notes to the financial statements

#### 1 Accounting policies

The annual report of K III DENMARK K/S for 2023 has been prepared in accordance with the provisions in the Danish Financial Statements Act applying to reporting class B entities and elective choice of certain provisions applying to reporting class C entities.

##### Changes in accounting policies

In previous years, the Company's financial statements were prepared in accordance with IFRS Accounting Standards as adopted by the EU (IFRS). Due to administrative reasons, the Company has elected to change accounting framework and prepare the financial statements for 2023 in accordance with the Danish Financial Statements Act. As such, the Company has prepared the financial statements for 2023 in accordance with the Company's accounting policies under the Danish Financial Statements Act and "Bekendtgørelse om overgang til regnskabsaflæggelse efter årsregnskabsloven" with opening balance at 1 January 2022.

The change has impacted the principles for recognition and measuring of investments in subsidiaries and loan receivables from subsidiaries, which under IFRS have been measured at fair value with fair value adjustments via profit or loss. Under the Danish Financial Statements Act, investments in subsidiaries are measured at cost and loan receivables from subsidiaries are measured at amortized costs.

Apart from the change in the principles for measuring of investments in subsidiaries and loan receivables from subsidiaries, the conversion did not change the methods for recognition and measuring historically applied by the Company. The comparatives for 2022 have been revised to confirm with the Danish Financial Statements Act.

The revision of the comparative amounts impacted the financial statements as follows; Opening equity at 1 January 2022 decreased by EUR 1.858.093, total equity and total assets at 31 December 2022 decreased by EUR 3.909.737 and profit for the year 2022 decreased by EUR 2.051.644.

##### Reporting currency

The financial statements are presented in Euro (EUR).

##### Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rate at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables and payables and other monetary items denominated in foreign currencies are translated at the exchange rate at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the most recent financial statements is recognised in the income statement as financial income or financial expenses.

##### Income statement

###### Gross profit/ loss

The items revenue and external expenses have been aggregated into one item in the income statement called gross profit/loss in accordance with section 32 of the Danish Financial Statements Act.

###### Other external expenses

Other external expenses include the year's expenses relating to the Company's core activities, including expenses relating to distribution, sale, advertising, administration, premises, bad debts, payments under operating leases, etc.

## Financial statements 1 January - 31 December

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Profit/loss from investments in group entities

The item includes dividend received from group entities in so far as the dividend does not exceed the accumulated earnings in the group entity in the period of ownership.

##### Financial income and expenses

Financial income and expenses are recognised in the income statements at the amounts that concern the financial year. Net financials include interest income and expenses, etc.

##### Tax

The financial statements do not include income taxes because the Company is tax transparent and individual limited partners take their profits or losses from the Company into their own respective taxable income statements.

##### Balance sheet

##### Investments in group entities

Investments in group entities and associates are measured at cost. Dividends received that exceed the accumulated earnings in the group entity or the associate during the period of ownership are treated as a reduction in the cost of acquisition.

Gains and losses on disposal of group entities and associates are made up as the difference between the sales price and the carrying amount of net assets at the date of disposal including non-amortised goodwill and anticipated costs of disposal. Gains or losses are recognised in the income statement as financial income or financial expenses.

##### Receivables

The Company has chosen IAS 39 as interpretation for impairment write-down of financial 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.

Receivables in respect of which there is no objective evidence of individual impairment are tested for objective evidence of impairment on a portfolio basis. The portfolios are primarily based on the debtors' domicile and credit ratings in line with the Company's risk management policy. The objective evidence applied to portfolios is determined based on historical loss experience.

Impairment losses are calculated as the difference between the carrying amount of the receivables and the present value of the expected cash flows, including the realisable value of any collateral received. The effective interest rate for the individual receivable or portfolio is used as discount rate.

##### Cash

Cash in the statement of financial position comprises cash in banks.

## Financial statements 1 January - 31 December

### Notes to the financial statements

#### 1 Accounting policies (continued)

##### Equity

##### *Proposed dividends*

Dividend proposed for the year is recognised as a liability once adopted at the annual general meeting (declaration date). Dividends expected to be distributed for the financial year are presented as a separate item under "Equity".

##### Liabilities

The Company has chosen IAS 39 as interpretation for liabilities.

Financial liabilities are recognised at the date of borrowing at the net proceeds received less transaction costs paid. On subsequent recognition, financial liabilities are measured at amortised cost, corresponding to the capitalised value, using the effective interest rate. Accordingly, the difference between the proceeds and the nominal value is recognised in the income statement over the term of the loan. Financial liabilities also include the capitalised residual lease liability in respect of finance leases.

Other liabilities are measured at net realisable value.

#### 2 Completion of divestments and expected liquidation of the partnership

K III Denmark K/S was established under the terms of a limited partnership agreements entered between the general partner and the limited partners of the Company with purpose to invests in private equity companies. At 31 December 2023, the investment period is over and in 2022 and 2023 focus has been on divesting of the investment portfolio. In 2023, the Company divested its last portfolio company, Kasthall Group AB. Thereafter the company is without activities. As per the limited partnership agreement for K III Denmark K/S, as soon as practical after completion of all divestments, the General Partner and the limited partners shall procure that the partnership enters liquidation.

EUR	2023	2022
<b>3 Financial income</b>		
Interest receivable, group entities	62,453	105,416
Other financial income	20,040	2,160
	<u>82,493</u>	<u>107,576</u>

#### 4 Investments

EUR	Investments in subsidiaries	Receivables from subsidiaries	Total
Cost at 1 January 2023	1,341,757	1,371,239	2,712,996
Disposals	-1,341,757	-1,371,239	-2,712,996
<b>Carrying amount at 31 December 2023</b>	<u>0</u>	<u>0</u>	<u>0</u>

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"By my signature I confirm all dates and content in this document."

## HANS KARLANDER

Board of directors

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2024-05-17 11:36:48 UTC



## Peter Toyberg

Board of directors

Serial number: 8d688f7c-28c4-447f-8975-46502966a475

IP: 80.208.xxx.xxx

2024-05-17 14:28:52 UTC



## Rasmus Bloch Jespersen

EY Godkendt Revisionspartnerselskab CVR: 30700228

State Authorised Public Accountant

On behalf of: EY Godkendt Revisionspartnerselskab

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