



## Arion Nordic ApS

Højvænget 14  
3000 Helsingør  
CVR No. 32270263

## Annual report 2020

The Annual General Meeting adopted the  
annual report on 12.07.2021

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**Erik Theodorus Johannus Joosten**  
Chairman of the General Meeting

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# Entity details

## Entity

Arion Nordic ApS  
Højvænget 14  
3000 Helsingør

CVR No.: 32270263

Registered office: Helsingør

Financial year: 01.01.2020 - 31.12.2020

## Executive Board

Erik Theodorus Johannus Joosten  
Carl Johannus Theodorus Joosten

## Auditors

Deloitte Statsautoriseret Revisionspartnerselskab  
Weidekampsgade 6  
P. O. Box 1600  
0900 Copenhagen C

# Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of Arion Nordic ApS for the financial year 01.01.2020 - 31.12.2020.

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 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020.

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.

Helsingør, 12.07.2021

## Executive Board

**Erik Theodorus Johannus Joosten**

**Carl Johannus Theodorus Joosten**

# Independent auditor's extended review report

## To the shareholders of Arion Nordic ApS

### Conclusion

We have performed an extended review of the financial statements of Arion Nordic ApS for the financial year 01.01.2020 - 31.12.2020, 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.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2020 and of the results of its operations for the financial year 01.01.2020 - 31.12.2020 in accordance with the Danish Financial Statements Act.

### Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity in accordance with the International Ethics Standards Board for 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 evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

### 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, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting 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 extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity

personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

#### **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 extended review 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 extended review 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 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, 12.07.2021

#### **Deloitte**

Statsautoriseret Revisionspartnerselskab  
CVR No. 33963556

#### **René Carøe Andersen**

State Authorised Public Accountant  
Identification No (MNE) mne34499

# Management commentary

## Primary activities

The Company's primary business areas are to produce products for the medical industry.

## Description of material changes in activities and finances

Profit for the year amounts to DKK 191k. The balance sheet shows total assets of DKK 2.646k and equity of DKK (2.819)k

The Company is dependent on the ability of the Group to contribute to the Company the capital necessary to meet its obligations and that the Group does not reclaim payment on the Company's payables to Group Enterprises. To this end, the Parent Company has issued a letter of support whereby it undertakes these obligations up until 31 May 2022.

## Events after the balance sheet date

As of the 15th of June 2021 we handed over our Sales activities for the Danish market to a distributor Onemed A.S. Due to this strategic change to a distributorship we stopped all sales activities from June 2021, Arion will focus more on production, development and marketing activities.

# Income statement for 2020

	Notes	2020 DKK	2019 DKK
<b>Gross profit/loss</b>		<b>1,156,954</b>	<b>1,818,032</b>
Staff costs	2	(801,883)	(1,467,294)
Depreciation, amortisation and impairment losses	3	0	(1,083)
<b>Operating profit/loss</b>		<b>355,071</b>	<b>349,655</b>
Other financial expenses	4	(164,007)	(162,142)
<b>Profit/loss before tax</b>		<b>191,064</b>	<b>187,513</b>
Tax on profit/loss for the year		0	0
<b>Profit/loss for the year</b>		<b>191,064</b>	<b>187,513</b>
<b>Proposed distribution of profit and loss</b>			
Retained earnings		191,064	187,513
<b>Proposed distribution of profit and loss</b>		<b>191,064</b>	<b>187,513</b>



# Balance sheet at 31.12.2020

## Assets

	Notes	2020 DKK	2019 DKK
Other fixtures and fittings, tools and equipment		0	0
<b>Property, plant and equipment</b>	5	<b>0</b>	<b>0</b>
Other receivables		26,196	26,195
<b>Other financial assets</b>	6	<b>26,196</b>	<b>26,195</b>
<b>Fixed assets</b>		<b>26,196</b>	<b>26,195</b>
Trade receivables		941,904	1,015,966
Receivables from group enterprises		1,211,848	0
Deferred tax		220,000	220,000
Other receivables		10,486	11,695
Prepayments		20,422	23,534
<b>Receivables</b>		<b>2,404,660</b>	<b>1,271,195</b>
<b>Cash</b>		<b>215,447</b>	<b>173,092</b>
<b>Current assets</b>		<b>2,620,107</b>	<b>1,444,287</b>
<b>Assets</b>		<b>2,646,303</b>	<b>1,470,482</b>

**Equity and liabilities**

	<b>Notes</b>	<b>2020 DKK</b>	<b>2019 DKK</b>
Contributed capital		125,000	125,000
Retained earnings		(2,944,370)	(3,135,435)
<b>Equity</b>		<b>(2,819,370)</b>	<b>(3,010,435)</b>
Payables to group enterprises		3,124,385	4,017,788
Other payables		34,959	28,626
<b>Non-current liabilities other than provisions</b>	<b>7</b>	<b>3,159,344</b>	<b>4,046,414</b>
Trade payables		98,607	46,118
Payables to group enterprises		1,264,403	0
Other payables		943,319	388,385
<b>Current liabilities other than provisions</b>		<b>2,306,329</b>	<b>434,503</b>
<b>Liabilities other than provisions</b>		<b>5,465,673</b>	<b>4,480,917</b>
<b>Equity and liabilities</b>		<b>2,646,303</b>	<b>1,470,482</b>
Going concern	1		
Unrecognised rental and lease commitments	8		

# Statement of changes in equity for 2020

	Contributed capital DKK	Retained earnings DKK	Total DKK
Equity beginning of year	125,000	(3,135,434)	(3,010,434)
Profit/loss for the year	0	191,064	191,064
<b>Equity end of year</b>	<b>125,000</b>	<b>(2,944,370)</b>	<b>(2,819,370)</b>

# Notes

## 1 Going concern

The Company is dependent on the ability of the Group to contribute to the Company the capital necessary to meet its obligations and that the Group does not reclaim payment on the Company's payables to Group Enterprises. To this end, the Parent Company has issued a letter of support whereby it undertakes these obligations up until 31 May 2022.

At 31 December 2020 and due to COVID-19, the Group has been approaching credit limits. Based on the realization of the budgets for 2021, management expects that the Group will be able to maintain current financing. Management expects to achieve positive net results again in the second half of 2021, which would mean that it is possible to continue the Group's activities. The ability to realize future operating budgets and to maintain current credit facilities, constitutes a material uncertainty related to the Group's ability to continue as a going concern.

As the Company is dependent on the support of the Group, this also constitutes a material uncertainty for the Company's ability to continue operating as a going concern.

## 2 Staff costs

	<b>2020</b>	<b>2019</b>
	<b>DKK</b>	<b>DKK</b>
Wages and salaries	756,190	1,319,405
Pension costs	34,986	128,899
Other social security costs	10,707	18,990
	<b>801,883</b>	<b>1,467,294</b>
Average number of full-time employees	<b>1</b>	<b>2</b>

## 3 Depreciation, amortisation and impairment losses

	<b>2020</b>	<b>2019</b>
	<b>DKK</b>	<b>DKK</b>
Depreciation of property, plant and equipment	0	1,083
	<b>0</b>	<b>1,083</b>

## 4 Other financial expenses

	<b>2020</b>	<b>2019</b>
	<b>DKK</b>	<b>DKK</b>
Financial expenses from group enterprises	134,975	144,975
Other interest expenses	1,153	671
Other financial expenses	27,879	16,496
	<b>164,007</b>	<b>162,142</b>

## 5 Property, plant and equipment

	<b>Other fixtures and fittings, tools and equipment DKK</b>
Cost beginning of year	9,879
<b>Cost end of year</b>	<b>9,879</b>
Depreciation and impairment losses beginning of year	(9,879)
<b>Depreciation and impairment losses end of year</b>	<b>(9,879)</b>
<b>Carrying amount end of year</b>	<b>0</b>

## 6 Financial assets

	<b>Other receivables DKK</b>
Cost beginning of year	26,196
<b>Cost end of year</b>	<b>26,196</b>
<b>Carrying amount end of year</b>	<b>26,196</b>

## 7 Non-current liabilities other than provisions

	<b>Due after more than 12 months 2020 DKK</b>
Payables to group enterprises	3,124,385
Other payables	34,959
	<b>3,159,344</b>

## 8 Unrecognised rental and lease commitments

	<b>2020 DKK</b>	<b>2019 DKK</b>
Liabilities under rental or lease agreements until maturity in total	111,280	32,958

# 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.

## 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

### Gross profit or loss

Gross profit or loss comprises revenue, other operating income, cost of raw materials and consumables and external expenses.

### Revenue

Revenue from the sale of manufactured goods and goods for resale is recognised in the income statement when delivery is made and risk has passed to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

### Other operating income

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

### Cost of sales

Cost of sales comprises goods consumed in the financial year measured at cost, adjusted for ordinary inventory writedowns.

### Other external expenses

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

premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

### **Staff costs**

Staff costs comprise salaries and wages, and 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 and intangible assets comprise depreciation, amortisation and impairment losses for the financial year, as well as gains and losses from the sale of intangible assets as well as property, plant and equipment.

### **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.

## **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.

### **Receivables**

Receivables are measured at amortised cost, usually equalling nominal value, less writedowns for bad and doubtful debts.

### **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.

However, no deferred tax is recognised for amortisation of goodwill disallowed for tax purposes and temporary differences arising at the date of acquisition that do not result from a business combination and that do not have any effect on profit or loss or on taxable income.

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.

**Prepayments**

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

**Cash**

Cash comprises cash in hand and bank deposits.

**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.