



SPG SIGTEVÆV ApS

Barmstedt Alle 2
5500 Middelfart
CVR No. 32284264

Annual report 2023

The Annual General Meeting adopted the annual report on 14.05.2024

Peter Cederberg
Conductor

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Entity details

Entity

SPG SIGTEVÆV ApS

Barmstedt Alle 2

5500 Middelfart

Business Registration No.: 32284264

Registered office: Middelfart

Financial year: 01.01.2023 - 31.12.2023

Board of Directors

Henrik Peter Cederberg

Gunleif Mouritzen

Peter Cederberg

Executive Board

Gunleif Mouritzen

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Egtved Allé 4

6000 Kolding

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of SPG SIGTEVÆV ApS for the financial year 01.01.2023 - 31.12.2023.

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 31.12.2023 and of the results of its operations for the financial year 01.01.2023 - 31.12.2023.

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.

Middelfart, 14.05.2024

Executive Board

Gunleif Mouritzen

Board of Directors

Henrik Peter Cederberg

Gunleif Mouritzen

Peter Cederberg

Independent auditor's extended review report

To the shareholders of SPG SIGTEVÆV ApS

Conclusion

We have performed an extended review of the financial statements of SPG SIGTEVÆV ApS for the financial year 01.01.2023 - 31.12.2023, 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 31.12.2023 and of the results of its operations for the financial year 01.01.2023 - 31.12.2023 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' 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 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 conclusion 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 by relevant law and regulations.

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 in the relevant law and regulations. We did not identify any material misstatement of the management commentary.

Kolding, 14.05.2024

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Lars Bjerregaard Nielsen

State Authorised Public Accountant
Identification No (MNE) mne29393

Management commentary

Primary activities

The Company's activity consists of production and sale of wire mesh screens, rubber screen cloth and polyurethane screen cloth as well as related activities.

Description of material changes in activities and finances

The profit for the year amounted to DKK 695 k, which Management considers satisfactory.

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 2023

	Notes	2023 DKK	2022 DKK
Gross profit/loss		13,939,662	16,743,481
Staff costs	1	(11,603,301)	(12,906,866)
Depreciation, amortisation and impairment losses	2	(1,081,582)	(833,179)
Operating profit/loss		1,254,779	3,003,436
Income from investments in group enterprises		881,058	0
Income from financial assets		0	544,214
Other financial income from group enterprises		132,575	0
Other financial expenses	3	(1,585,654)	(394,896)
Profit/loss before tax		682,758	3,152,754
Tax on profit/loss for the year	4	12,448	(703,519)
Profit/loss for the year		695,206	2,449,235
Proposed distribution of profit and loss			
Retained earnings		695,206	2,449,235
Proposed distribution of profit and loss		695,206	2,449,235

Balance sheet at 31.12.2023

Assets

	Notes	2023 DKK	2022 DKK
Land and buildings		31,870,532	30,204,718
Other fixtures and fittings, tools and equipment		1,797,915	1,800,048
Property, plant and equipment	5	33,668,447	32,004,766
Investments in group enterprises		1,086,434	208,176
Receivables from group enterprises		2,460,793	3,327,791
Receivables from owners and management	6	500,000	500,000
Financial assets		4,047,227	4,035,967
Fixed assets		37,715,674	36,040,733
Manufactured goods and goods for resale		8,663,736	6,791,985
Inventories		8,663,736	6,791,985
Trade receivables		3,146,541	2,925,614
Receivables from group enterprises		2,421	348,620
Other receivables		258	579,417
Income tax receivable		168,000	236,474
Joint taxation contribution receivable		34,448	0
Prepayments		255,297	359,632
Receivables		3,606,965	4,449,757
Cash		97,725	4,550,607
Current assets		12,368,426	15,792,349
Assets		50,084,100	51,833,082

Equity and liabilities

	Notes	2023 DKK	2022 DKK
Contributed capital		226,000	226,000
Reserve for net revaluation according to the equity method		881,058	0
Reserve for loans and collateral		500,000	500,000
Retained earnings		12,670,976	12,856,828
Equity		14,278,034	13,582,828
Deferred tax		967,000	945,000
Provisions		967,000	945,000
Mortgage debt		16,142,894	0
Bank loans		0	15,989,280
Non-current liabilities other than provisions	7	16,142,894	15,989,280
Current portion of non-current liabilities other than provisions	7	527,105	574,580
Bank loans		807,998	0
Trade payables		1,124,900	5,749,919
Payables to group enterprises		14,340,755	13,884,538
Other payables		1,645,414	901,927
Deferred income		250,000	205,010
Current liabilities other than provisions		18,696,172	21,315,974
Liabilities other than provisions		34,839,066	37,305,254
Equity and liabilities		50,084,100	51,833,082
Unrecognised rental and lease commitments	8		
Assets charged and collateral	9		

Statement of changes in equity for 2023

	Contributed capital DKK	Reserve for net revaluation according to the equity method DKK	Reserve for loans and collateral DKK	Retained earnings DKK	Total DKK
Equity beginning of year	226,000	0	500,000	12,856,828	13,582,828
Profit/loss for the year	0	881,058	0	(185,852)	695,206
Equity end of year	226,000	881,058	500,000	12,670,976	14,278,034

Notes

1 Staff costs

	2023	2022
	DKK	DKK
Wages and salaries	10,136,525	11,340,726
Pension costs	1,161,621	1,297,506
Other social security costs	268,690	268,634
Other staff costs	36,465	0
	11,603,301	12,906,866
Average number of full-time employees	23	27

2 Depreciation, amortisation and impairment losses

	2023	2022
	DKK	DKK
Depreciation of property, plant and equipment	1,081,582	833,179
	1,081,582	833,179

3 Other financial expenses

	2023	2022
	DKK	DKK
Financial expenses from group enterprises	599,486	89,971
Other interest expenses	804,645	304,925
Exchange rate adjustments	88,171	0
Other financial expenses	93,352	0
	1,585,654	394,896

4 Tax on profit/loss for the year

	2023	2022
	DKK	DKK
Current tax	0	416,526
Change in deferred tax	22,000	287,000
Adjustment concerning previous years	0	(7)
Refund in joint taxation arrangement	(34,448)	0
	(12,448)	703,519

5 Property, plant and equipment

	Land and buildings DKK	Other fixtures and fittings, tools and equipment DKK
Cost beginning of year	31,080,305	3,780,205
Additions	2,209,263	536,000
Cost end of year	33,289,568	4,316,205
Depreciation and impairment losses beginning of year	(875,587)	(1,980,157)
Depreciation for the year	(543,449)	(538,133)
Depreciation and impairment losses end of year	(1,419,036)	(2,518,290)
Carrying amount end of year	31,870,532	1,797,915

6 Receivables from owners and management

	Board of Directors DKK
Receivables	500,000
Interest rate (%)	1

7 Non-current liabilities other than provisions

	Due within 12 months 2023 DKK	Due within 12 months 2022 DKK	Due after more than 12 months 2023 DKK	Outstanding after 5 years 2023 DKK
Mortgage debt	527,105	0	16,142,894	13,872,325
Bank loans	0	574,580	0	0
	527,105	574,580	16,142,894	13,872,325

8 Unrecognised rental and lease commitments

	2023 DKK	2022 DKK
Liabilities under rental or lease agreements until maturity in total	280,000	65,000

9 Assets charged and collateral

Bank debt is secured on a deposited mortgage deed registered to the mortgagor of a nominal value of DKK 17,127k on the property, and a floating charge has been provided of a nominal value of DKK 1,000k on intangible assets and property, plant and equipment, unsecured claims from sale of goods and services as well as inventories.

The carrying amount of mortgaged properties is DKK 30,2 mio., and the carrying amount of intangible assets and property, plant and equipment, unsecured claims from sale of goods and services as well as inventories charged is DKK 13.608k.

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 a few provisions for reporting class C.

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

Consolidated financial statements

Referring to section 110 of the Danish Financial Statements Act, no consolidated financial statements have been prepared.

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.

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

Gross profit or loss

Gross profit or loss comprises revenue, changes in inventories of finished goods, 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.

Other operating income

Other operating income comprises income of a secondary nature as viewed in relation to the Entity's primary activities, including profit from the sale of intangible assets and property, plant and equipment, and salary refunds.

Costs of raw materials and consumables

Costs of raw materials and consumables comprise the consumption of raw materials and consumables for the financial year after adjustment for changes in inventories of these goods from the beginning to the end of the year. This item includes shrinkage, if any, and normal writedowns of the relevant inventories.

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, and gains and losses from the sale of intangible assets and property, plant and equipment.

Income from investments in group enterprises

Income from investments in group enterprises comprises the pro rata share of the individual enterprises' profit/loss after full elimination of intra-group profits or losses.

Income from other fixed asset investments

Income from other fixed asset investments comprises gains in the form of interest, dividends, etc. on fixed asset investments which are not investments in group enterprises or associates.

Other financial income from group enterprises

Other financial income from group enterprises comprises interest income etc. on receivables from group enterprises.

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, and 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**

Land and buildings, plant and machinery, and other fixtures and fittings, tools and equipment are

measured at cost less accumulated depreciation and impairment losses. Land is not depreciated.

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:

	Useful life
Buildings	50 years
Other fixtures and fittings, tools and equipment	3-5 years
Plant and machinery	3-5 years

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.

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 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 will involve a loss, a provision is recognised that is measured at present value of the costs necessary to settle the obligations at the balance sheet date.

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

Receivables

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

Inventories

Inventories are measured at the lower of cost using the FIFO method and net realisable value.

Cost consists of purchase price plus delivery costs. Cost of manufactured goods and work in progress consists of costs of raw materials, consumables, direct labour costs and indirect production costs.

Indirect production costs comprise indirect materials and labour costs, costs of maintenance of, depreciation of and impairment losses relating to machinery, factory buildings and equipment used in the manufacturing process, and costs of factory administration and management. Finance costs are not included in cost.

The net realisable value of inventories is calculated as the estimated selling price less completion costs and costs incurred to execute sale.

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.

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.

Prepayments

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

Cash

Cash comprises cash in hand and bank deposits.

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.

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.

Mortgage debt

At the time of borrowing, mortgage debt to mortgage credit institutions is measured at cost which corresponds to the proceeds received less transaction costs incurred. Mortgage debt is subsequently measured at amortised cost. This means that the difference between the proceeds at the time of borrowing and the nominal repayable amount of the loan is recognised in the income statement as a financial expense over the term of the loan applying the effective interest method.

Other financial liabilities

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

Deferred income

Deferred income comprises income received for recognition in subsequent financial years. Deferred income is measured at cost.