



DMK Kolding A/S

Haderslevej 140
6000 Kolding
CVR No. 34353905

Annual report 2021

The Annual General Meeting adopted the
annual report on 05.07.2022

Imad Mousa Kadhim Al-Mousa
Chairman of the General Meeting

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Entity details

Entity

DMK Kolding A/S
Haderslevvej 140
6000 Kolding

Business Registration No.: 34353905
Date of foundation: 05.07.2022
Registered office: Kolding
Financial year: 01.01.2021 - 31.12.2021

Board of Directors

Ayad Musa Kazem Al-Mosawi
Haider Faris Hussein
Imad Mousa Kadhim Al-Mousa

Executive Board

Ayad Musa Kazem Al-Mosawi

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Dokken 8
6701 Esbjerg

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of DMK Kolding A/S for the financial year 01.01.2021 - 31.12.2021.

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 31.12.2021 and of the results of its operations for the financial year 01.01.2021 - 31.12.2021.

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.

Kolding, 05.07.2022

Executive Board

Ayad Musa Kazem Al-Mosawi

Board of Directors

Ayad Musa Kazem Al-Mosawi

Haider Faris Hussein

Imad Mousa Kadhim Al-Mousa

Independent auditor's extended review report

To the shareholders of DMK Kolding A/S

Conclusion

We have performed an extended review of the financial statements of DMK Kolding A/S for the financial year 01.01.2021 - 31.12.2021, 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 31.12.2021 and of the results of its operations for the financial year 01.01.2021 - 31.12.2021 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 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.

Esbjerg, 05.07.2022

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Anders Rasmussen

State Authorised Public Accountant
Identification No (MNE) mne34316

Management commentary

Primary activities

The Company's purpose is to sell medicine and medical equipment and other related services.

Income statement for 2021

| | Notes | 2021 DKK | 2020 DKK |
|--|-------|------------------|------------------|
| Gross profit/loss | | 872,154 | 1,979,612 |
| Staff costs | 1 | (1,056,087) | (935,121) |
| Depreciation, amortisation and impairment losses | 2 | (22,797) | (22,797) |
| Operating profit/loss | | (206,730) | 1,021,694 |
| Other financial income | 3 | 51,099 | 440,975 |
| Other financial expenses | 4 | (67,204) | (7,976) |
| Profit/loss before tax | | (222,835) | 1,454,693 |
| Tax on profit/loss for the year | 5 | 49,177 | (320,668) |
| Profit/loss for the year | | (173,658) | 1,134,025 |
| Proposed distribution of profit and loss | | | |
| Retained earnings | | (173,658) | 1,134,025 |
| Proposed distribution of profit and loss | | (173,658) | 1,134,025 |

Balance sheet at 31.12.2021

Assets

| | Notes | 2021 DKK | 2020 DKK |
|--------------------------------------|-------|------------------|------------------|
| Land and buildings | | 3,583,069 | 3,605,866 |
| Property, plant and equipment | 6 | 3,583,069 | 3,605,866 |
| Investments in group enterprises | | 447,950 | 447,950 |
| Financial assets | 7 | 447,950 | 447,950 |
| Fixed assets | | 4,031,019 | 4,053,816 |
| Trade receivables | | 0 | 554,360 |
| Receivables from group enterprises | | 1,268,629 | 2,583,770 |
| Other receivables | | 477,603 | 335,382 |
| Prepayments | | 11,832 | 7,218 |
| Receivables | | 1,758,064 | 3,480,730 |
| Cash | | 157,671 | 254,660 |
| Current assets | | 1,915,735 | 3,735,390 |
| Assets | | 5,946,754 | 7,789,206 |

Equity and liabilities

| | Notes | 2021 DKK | 2020 DKK |
|--|-------|------------------|------------------|
| Contributed capital | | 500,000 | 500,000 |
| Retained earnings | | 4,989,892 | 5,163,550 |
| Equity | | 5,489,892 | 5,663,550 |
| Deferred tax | | 38,000 | 33,000 |
| Provisions | | 38,000 | 33,000 |
| Trade payables | | 19,719 | 1,646,791 |
| Payables to group enterprises | | 227,117 | 9,097 |
| Payables to shareholders and management | | 25,379 | 166,543 |
| Joint taxation contribution payable | | 4,491 | 58,668 |
| Other payables | 8 | 142,156 | 211,557 |
| Current liabilities other than provisions | | 418,862 | 2,092,656 |
| Liabilities other than provisions | | 418,862 | 2,092,656 |
| Equity and liabilities | | 5,946,754 | 7,789,206 |

Assets charged and collateral

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Statement of changes in equity for 2021

| | Contributed capital DKK | Retained earnings DKK | Total DKK |
|---|-------------------------------|-----------------------------|------------------|
| Equity beginning of year | 500,000 | 4,079,818 | 4,579,818 |
| Corrections of material errors | 0 | 1,083,732 | 1,083,732 |
| Adjusted equity, beginning of year | 500,000 | 5,163,550 | 5,663,550 |
| Profit/loss for the year | 0 | (173,658) | (173,658) |
| Equity end of year | 500,000 | 4,989,892 | 5,489,892 |

Notes

1 Staff costs

| | 2021 | 2020 |
|---------------------------------------|------------------|----------------|
| | DKK | DKK |
| Wages and salaries | 1,029,867 | 912,832 |
| Other social security costs | 19,440 | 16,822 |
| Other staff costs | 6,780 | 5,467 |
| | 1,056,087 | 935,121 |
| Average number of full-time employees | 3 | 3 |

2 Depreciation, amortisation and impairment losses

| | 2021 | 2020 |
|---|---------------|---------------|
| | DKK | DKK |
| Depreciation of property, plant and equipment | 22,797 | 22,797 |
| | 22,797 | 22,797 |

3 Other financial income

| | 2021 | 2020 |
|---|---------------|----------------|
| | DKK | DKK |
| Financial income from group enterprises | 44,339 | 50,890 |
| Exchange rate adjustments | 6,760 | 258,905 |
| Other financial income | 0 | 131,180 |
| | 51,099 | 440,975 |

4 Other financial expenses

| | 2021 | 2020 |
|---|---------------|--------------|
| | DKK | DKK |
| Financial expenses from group enterprises | 0 | 554 |
| Other interest expenses | 5,632 | 3,925 |
| Exchange rate adjustments | 61,572 | 3,468 |
| Interest regarding tax paid on account | 0 | 29 |
| | 67,204 | 7,976 |

5 Tax on profit/loss for the year

| | 2021 DKK | 2020 DKK |
|------------------------|-----------------|----------------|
| Current tax | (54,177) | 58,668 |
| Change in deferred tax | 5,000 | 262,000 |
| | (49,177) | 320,668 |

6 Property, plant and equipment

| | Land and buildings DKK |
|---|------------------------------|
| Cost beginning of year | 3,721,326 |
| Cost end of year | 3,721,326 |
| Depreciation and impairment losses beginning of year | (115,460) |
| Depreciation for the year | (22,797) |
| Depreciation and impairment losses end of year | (138,257) |
| Carrying amount end of year | 3,583,069 |

7 Financial assets

| | Investments in group enterprises DKK |
|--------------------------------------|---|
| Cost beginning of year | 454,060 |
| Cost end of year | 454,060 |
| Impairment losses beginning of year | (6,110) |
| Impairment losses end of year | (6,110) |
| Carrying amount end of year | 447,950 |

8 Other payables

| | 2021 DKK | 2020 DKK |
|---|----------------|----------------|
| Wages and salaries, personal income taxes, social security costs, etc payable | 77,256 | 143,001 |
| Holiday pay obligation | 4,400 | 18,527 |
| Other costs payable | 60,500 | 50,029 |
| | 142,156 | 211,557 |

9 Assets charged and collateral

Bank loans are secured by way of a deposited mortgage deed registered to the mortgagor on properties of DKK 3,000k nominal.

The carrying amount of mortgaged properties is DKK 3,583k

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.

Material errors in previous years

In connection with our extended review of the annual report for 2021, we have found material errors in previous year. The errors can be drawn to receivables and investment in group enterprises, which has been underestimated. It has also resulted in corrections to deferred tax and payable tax.

The income statement has been corrected by DKK 1,084k after tax. Receivables from group enterprises has been underestimated by DKK 1,457k, trade receivables has been overestimated by DKK 295k, investments in group enterprises has been underestimated by DKK 227k, deferred tax has been overestimated by DKK 214k, and the equity has been underestimated by DKK 1,084k.

The errors has been corrected as material errors directly on the equity as of 1. January 2021. Adjustment has been made to the comparative figures in the annual report, therefor, there is no direct connection to annual report for 2020.

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 trans-action

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, 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 from the sale of services is recognised in the income statement when delivery is made 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.

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.

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 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 and payables and transactions in foreign currencies.

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 all Danish group enterprises. 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

Land and building 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.

Interest expenses on loans for the financing of the manufacture of property, plant and equipment are included in cost if they relate to the manufacturing period. All other finance costs are recognised in the income statement. 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:

| | |
|-----------|----------|
| Buildings | 50 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 measured at cost and 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.

Prepayments

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

Cash

Cash comprises 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.

Deferred tax relating to retaxation of previously deducted losses in foreign subsidiaries is recognised on the basis of an actual assessment of the purpose of each subsidiary.

Other financial liabilities

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

Joint taxation contributions payable or receivable

Current joint taxation contributions receivable or joint taxation contributions payable are recognised in the balance sheet, calculated as tax computed on the taxable income of 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.