

Savencia Fromage & Dairy Nordics ApS

c/o REGUS
Gammel Kongevej 1
1610 København V

CVR No. 34725896

Annual Report

1 January 2020 - 31 December 2020

8. financial year

The Annual Report was presented and
adopted at the Annual General Meeting of
the Company on 17 May 2021

Yves Barbier
Chairman

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Management's Statement

Today, Management has considered and adopted the Annual Report of Savencia Fromage & Dairy Nordics ApS for the financial year 1 January 2020 - 31 December 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 assets, liabilities and financial position of the Company at 31 December 2020 and of the results of the Company's operations for the financial year 1 January 2020 - 31 December 2020.

In our opinion, the Management's Review includes a true and fair account of the matters addressed in the review.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Copenhagen, 17 May 2021

Executive Board

Guillaume Duval
Man. Director

Board of directors

Yves Barbier
Chairman

Emmanuel Grégory Xavier Alexis
Member

Jerome André Coutant
Member

Independent Auditors' Report

To the shareholders of Savencia Fromage & Dairy Nordics ApS

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2020, and of the results of the Company's operations for the financial year 1 January - 31 December 2020 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Savencia Fromage & Dairy Nordics ApS for the financial year 1 January - 31 December 2020, which comprise accounting policies, income statement, balance sheet, statement of changes in equity and notes ("financial statements").

Basis of 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 are independent of the Company 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 audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Statement on Management's Review

Management is responsible for Management's Review.

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

Based on the work we have performed, in our view, Management's Review 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 in Management's Review.

Management's responsibility 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.

The auditor's responsibility for the audit of the financial statements

Our responsibility is to obtain reasonable assurance as to whether the financial statements are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is no guarantee that an audit conducted in accordance with ISAs and additional requirements applicable in Denmark will always detect material misstatements. Misstatements can arise from fraud or error and can be considered material if it would be reasonable to expect that these - either

Independent Auditors' Report

individually or collectively - could influence the economic decisions taken by the users of financial statements on the basis of these financial statements.

As part of an audit conducted in accordance with ISAs and additional requirements applicable in Denmark, we exercise professional judgement and maintain an attitude of professional skepticism throughout the audit. We also:

- * Identify and assess the risk of material misstatements in 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 a material misstatement resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or 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.
- * Evaluate whether the accounting policies used are appropriate and whether the accounting estimates and the related disclosures made by Management are reasonable.
- * Conclude on whether Management's use of the going concern basis of accounting in preparing the financial statements is appropriate and, based on the audit evidence obtained, conclude on whether a material uncertainty exists relating to events or conditions, which could 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 auditors' 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 auditors' report. However, future events or conditions may imply that the Company can no longer remain a going concern.
- * Evaluate the overall presentation, structure and contents of the financial statements, including note disclosures, and whether the financial statements reflect 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 which we identify during our audit.

Hellerup, 17 May 2021

**PRICEWATERHOUSECOOPERS STATS AUTORISERET
REVISIONSPARTNERSELSKAB**

CVR-no. 33771231

Flemming Eghoff
State Authorised Public Accountant
mne30221

Mark Philip Beer
State Authorised Public Accountant
mne29472

Savencia Fromage & Dairy Nordics ApS

Company details

Company	Savencia Fromage & Dairy Nordics ApS c/o REGUS Gammel Kongevej 1 1610 København V
CVR No.	34725896
Date of formation	15 October 2012
Registered office	København
Board of directors	Yves Barbier Emmanuel Grégory Xavier Alexis Jerome André Coutant
Executive Board	Guillaume Duval, Man. Director
Auditors	PRICEWATERHOUSECOOPERS STATS AUTORISERET REVISIONSPARTNERSELSKAB Strandvejen 44 2900 Hellerup CVR-no.: 33771231

Management's Review

The Company's principal activities

The Company's principal activities consist in import and export, trading and marketing of any kind of food products.

Development in activities and financial matters

The Company's Income Statement of the financial year 1 January 2020 - 31 December 2020 shows a result of DKK 4.738.742 and the Balance Sheet at 31 December 2020 a balance sheet total of DKK 30.528.809 and an equity of DKK 8.759.330.

Expectations for the future

Despite the covid-19 situation still present in 2021, we remain confident that we will meet our budget for 2021.

Accounting Policies

Reporting Class

The Annual Report of Savencia Fromage & Dairy Nordics ApS for 2020 has been presented in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B, with the adoption of individual rules from class C.

Reclassification of comparative figures

The company has adjusted the comparative figures regarding "Employee benefits expense" and "Other external expenses". "Employee benefits expense" included expenses in 2019, which are to be classified as "Other external expenses".

The company has also adjusted the comparative figures regarding "Other short-term receivables" and "Deposits". "Other short-term receivables" included assets in 2019, which are to be classified as "Deposits".

The adjustments of the comparative figures has not affected the company's result or equity.

Apart from the above mentioned, the accounting policies are consistent with those of the previous year.

Reporting currency

The Annual Report is presented in Danish kroner.

Translation policies

Transactions in foreign currencies are translated into DKK at the exchange rate prevailing at the date of transaction. Monetary assets and liabilities in foreign currencies are translated into DKK based on the exchange rates prevailing at the balance sheet day. Realised and unrealised foreign exchange gains and losses are included in the Income Statement under Financial Income and Expenses.

Income Statement

Gross profit/loss

The Company has decided to aggregate certain items of the Income Statement in accordance with the provisions of Section 32 of the Danish Financial Statements Act.

Gross profit is a combination of the items of revenue, change in inventories of finished goods, cost of raw materials and consumables and other external expenses.

Revenue

Revenue is recognised in the income statement if the goods have been delivered and the risk has passed to the buyer before year-end and if the revenue can be reliably calculated and expected to be received. Revenue is recognised exclusive of VAT and net of sales discounts.

Raw materials and consumables used

Costs for raw materials and consumables comprise the cost of goods purchased less discounts, costs from subcontractors and change in inventories for the year.

Other external expenses

Other external costs include costs for distribution, sales, advertising, administration, premises, loss of debtors etc.

Employee expenses

Employee expenses comprise wages, salaries and other pay-related costs, such as sickness benefits for enterprise employees less wage/salary reimbursement, pensions and social security costs.

Other employee expenses are recognised in other external expenses.

Accounting Policies

Amortisation and impairment of intangible assets

Amortisation and impairment of intangible assets has been performed based on a continuing assessment of the useful life of the assets in the Company. Non-current assets are amortised on a straight line basis, based on cost, on the basis of the following assessment of useful life and residual values:

	Useful life	Residual value
Patents and licens	8 years	0%

Profit or loss resulting from the sale of intangible assets is determined as the difference between the selling price less selling costs and the carrying amount at the date of sale, and is recognised in the Income Statement under other operating income or expenses.

Financial income and expenses

Financial income and expenses are recognised in the Income Statement based on the amounts that concern the financial year. Financial income and expenses include interest revenue and expenses, realised and unrealised capital gains and losses and allowances under the tax prepayment scheme.

Tax on net profit for the year

Tax on net profit/loss for the year comprises current tax on expected taxable income of the year and the year's adjustment of deferred tax less the part of the tax of the year that relates to changes in equity. Current and deferred tax regarding changes in equity is recognised directly in equity.

Balance Sheet

Intangible assets

Development costs and internally generated rights are recognised in the profit and loss account as costs in the acquisition year.

Patents and licenses are measured at cost with deduction of accrued amortisation. Patents are amortised on a straight-line basis over the remaining patent period, and licenses are amortised over the contract period, however, for a maximum of 8 years.

Deposits

Deposits are measured at cost.

Inventories

Inventories are measured at cost using weighted average prices. Where the net realisable value is lower than cost, the inventories are written down to this lower value.

The cost of goods for resale, raw materials and consumables are measured at cost, comprising purchase price plus delivery costs.

Receivables

Receivables are measured at amortised cost which usually corresponds to the nominal value. The value is reduced by write-downs for expected bad debts.

Impairment of accounts receivables past due is established on individual assessment of receivables.

Prepayments

Prepayments comprises prepaid costs regarding subsequent financial years.

Accounting Policies

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand.

Equity

Equity comprises the working capital and a number of equity items that may be statutory or stipulated in the articles of association.

Proposed dividend for the year is recognised as a separate item in equity.

Deferred tax

Deferred tax and the associated adjustments for the year are determined according to the balance-sheet liability method as the tax base of all temporary differences between carrying amounts and the tax bases of assets and liabilities.

Deferred tax assets, including the tax base of tax losses allowed for carryforward, are recognised at the value at which they are expected to be used, either by elimination in tax on future earnings or by set-off against deferred tax liabilities in enterprises within the same legal entity and jurisdiction.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax.

Current tax liabilities

Current tax liabilities and current tax receivables are recognised in the Balance Sheet as calculated tax on the expected taxable income for the year, adjusted for tax on taxable income for previous years as well as for tax prepaid.

Liabilities

Liabilities are measured at amortised cost, which usually corresponds to the nominal value.

Contingent assets and liabilities

Contingent assets and liabilities are not recognised in the Balance Sheet but appear only in the notes.

Income Statement

	Note	2020 DKK	2019 DKK
Gross profit		12.172.158	10.765.103
Employee benefits expense	1	-5.659.900	-5.015.135
Depreciation of intangible assets recognised in profit or loss		-53.943	-53.943
Profit from ordinary operating activities		6.458.315	5.696.025
Other finance income from group enterprises		392.378	679.880
Finance income		579.774	406.699
Finance expenses arising from group enterprises		-1.280	0
Other finance expenses		-1.306.919	-1.781.548
Profit from ordinary activities before tax		6.122.268	5.001.056
Tax expense on ordinary activities		-1.383.526	-1.111.248
Profit		4.738.742	3.889.808
Proposed distribution of results			
Proposed dividend recognised in equity		4.700.000	0
Extraordinary dividend recognised in equity		3.700.000	0
Retained earnings		-3.661.258	3.889.808
Distribution of profit		4.738.742	3.889.808

Balance Sheet as of 31 December

	Note	2020 DKK	2019 DKK
Assets			
Acquired concessions, patents, licenses, trademarks and similar rights		202.280	256.223
Intangible assets		202.280	256.223
Deposits		65.250	65.250
Investments		65.250	65.250
Fixed assets		267.530	321.473
Manufactured goods and goods for resale		700.219	0
Inventories		700.219	0
Short-term trade receivables		11.638.309	11.707.732
Short-term receivables from group enterprises		4.105.589	4.100.687
Other short-term receivables		1.811.653	1.386.321
Prepayments		88.563	67.703
Receivables		17.644.114	17.262.443
Cash and cash equivalents		11.916.946	8.439.667
Current assets		30.261.279	25.702.110
Assets		30.528.809	26.023.583

Savencia Fromage & Dairy Nordics ApS

Balance Sheet as of 31 December

	Note	2020 DKK	2019 DKK
Liabilities and equity			
Contributed capital		3.700.000	3.700.000
Retained earnings		359.330	4.020.588
Proposed dividend recognised in equity		4.700.000	0
Equity		8.759.330	7.720.588
Provisions for deferred tax		44.502	56.369
Provisions		44.502	56.369
Other payables		0	91.765
Long-term liabilities other than provisions		0	91.765
Debt to banks		18.180	937.376
Trade payables		4.931.051	2.718.449
Payables to group enterprises		11.654.133	11.326.403
Tax payables		1.163.031	200.170
Other payables		3.958.582	2.972.463
Short-term liabilities other than provisions		21.724.977	18.154.861
Liabilities other than provisions within the business		21.724.977	18.246.626
Liabilities and equity		30.528.809	26.023.583
Contingent liabilities	2		
Collaterals and assets pledged as security	3		
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Savencia Fromage & Dairy Nordics ApS

Statement of changes in Equity

	Contributed capital	Extraordinary dividen recognised in equity	Retained earnings	Proposed dividend recognised in equity	Total
Equity 1 January 2020	3.700.000	0	4.020.588	0	7.720.588
Profit (loss)	0	3.700.000	-3.661.258	4.700.000	4.738.742
Extraordinary dividend paid	0	-3.700.000	0	0	-3.700.000
Equity 31 December 2020	3.700.000	0	359.330	4.700.000	8.759.330

The share capital has remained unchanged for the last 5 years.

Notes

	2020	2019
1. Employee benefits expense		
Wages and salaries	5.527.256	4.883.586
Post-employment benefit expense	130.769	127.241
Social security contributions	1.875	4.308
	5.659.900	5.015.135
Average number of employees	<u>5</u>	<u>6</u>

2. Contingent liabilities

The company has lease obligations of DKK 776.324 per 31st of december 2020.

3. Collaterals and securities

No securities or mortgages exist at the balance sheet date.

4. Related parties

Savencia Fromage & Dairy Nordics ApS is a part of the group where Eurospecialities Foods B.V. Netherland (before SFD Europarticipations B.V.) is the ultimate parent company and where the consolidated financial statements can be obtained upon request.