

Gedda Income ApS

Bryghuspladsen 8, 4. 402.
1473 København K
Denmark

CVR no. 35 53 00 96

Annual report 2020

The annual report was presented and approved at the
Company's annual general meeting on

2 July 2021

Johan Harald Gedda
Chairman

Contents

Statement by the Executive Board	2
The independent auditor's extended review report on the financial statements	3
Management's review	5
Company details	5
Operating review	6
Financial statements 1 January – 31 December	7
Income statement	7
Balance sheet	8
Statement of changes in equity	10
Notes	11

Gedda Income ApS
Annual report 2020
CVR no. 35 53 00 96

Statement by the Executive Board

The Executive Board has today discussed and approved the annual report of Gedda Income ApS for the financial year 1 January – 31 December 2020.

The annual report has been prepared in accordance with the Danish Financial Statements Act.

In my opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2020 and of the results of the Company's operations for the financial year 1 January – 31 December 2020.

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

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

Copenhagen, 2 July 2021
Executive Board:

Johan Harald Gedda



The independent auditor's extended review report on the financial statements

To the shareholders of Gedda Income ApS

Conclusion

We have performed an extended review of the financial statements of Gedda Income ApS for the financial year 1 January – 31 December 2020 comprising 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.

Based on the work performed, it is our opinion that the financial statements give a true and fair view of the Company's assets, liabilities and financial position 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.

Basis for opinion

We conducted our extended review in accordance with the Danish Business Authority's Assurance Standard for Small Enterprises and FSR - Danish Auditors' standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibility for the extended review 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 rules and requirements.

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

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 that 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 responsibility 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 in order to obtain limited assurance for our conclusion on the financial statements and in addition perform specifically required supplementary procedures in order to obtain additional assurance for our conclusion.



The independent auditor's extended review report on the financial statements

An extended review comprises procedures primarily consisting of making enquiries of Management and others within the entity, as appropriate, applying analytical procedures and the specifically required supplementary procedures, and evaluating the evidence obtained.

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

Statement on the Management's review

Management is responsible for Management's review.

Our conclusion 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 extended review of the financial statements, our responsibility is to read the 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 extended review, 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, 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 Statements Act. We did not identify any material misstatement of the Management's review.

Copenhagen, 2 July 2021

KPMG

Statsautoriseret Revisionspartnerselskab

CVR no. 25 57 81 98

Jesper Bo Pedersen
State Authorised
Public Accountant
mne42778

Gedda Income ApS
Annual report 2020
CVR no. 35 53 00 96

Management's review

Company details

Gedda Income ApS
Bryghuspladsen 8, 4. 402.
1473 København K
Denmark

CVR no.:	35 53 00 96
Established:	13 November 2013
Registered office:	Copenhagen
Financial year:	1 January – 31 December

Executive Board

Johan Harald Gedda

Auditor

KPMG
Statsautoriseret Revisionspartnerselskab
Dampfærgevej 28
DK-2100 København Ø
CVR no. 25 57 81 98

Management's review

Operating review

Principal activities

The Company's activity consists of investing and related activities.

Development in activities and financial position

The Company's income statement for 2020 shows a profit of DKK 6,864,293 as against DKK 13,681,242 in 2019. Equity in the Company's balance sheet at 31 December 2020 stood at DKK 455,997,855 as against DKK 449,133,562 at 31 December 2019.

Events after the balance sheet date

No events have occurred after the balance sheet date which could significantly affect the Company's financial position.

Financial statements 1 January – 31 December

Income statement

DKK	Note	2020	2019
Gross loss		-12,250	-11,250
Financial income	3	9,330,706	17,554,052
Financial expenses	4	-349,248	-2,749
Profit before tax		8,969,208	17,540,053
Tax on profit for the year	5	-2,104,915	-3,858,811
Profit for the year		<u>6,864,293</u>	<u>13,681,242</u>
Proposed profit appropriation			
Retained earnings		<u>6,864,293</u>	<u>13,681,242</u>
		<u>6,864,293</u>	<u>13,681,242</u>

Financial statements 1 January – 31 December

Balance sheet

DKK	Note	<u>2020</u>	<u>2019</u>
ASSETS			
Current assets			
Receivables			
Receivables from group entities		<u>475,792,388</u>	<u>466,535,305</u>
Cash at bank and in hand		<u>2,759</u>	<u>11</u>
Total current assets		<u>475,795,147</u>	<u>466,535,316</u>
TOTAL ASSETS		<u><u>475,795,147</u></u>	<u><u>466,535,316</u></u>

Financial statements 1 January – 31 December

Balance sheet

DKK	Note	2020	2019
EQUITY AND LIABILITIES			
Equity			
Contributed capital	6	373,080,000	373,080,000
Retained earnings		<u>82,917,855</u>	<u>76,053,562</u>
Total equity		<u>455,997,855</u>	<u>449,133,562</u>
Liabilities			
Current liabilities			
Payables to group entities		17,811,566	13,530,443
Corporation tax		1,973,226	3,858,811
Other payables		<u>12,500</u>	<u>12,500</u>
		<u>19,797,292</u>	<u>17,401,754</u>
Total liabilities		<u>19,797,292</u>	<u>17,401,754</u>
TOTAL EQUITY AND LIABILITIES		<u>475,795,147</u>	<u>466,535,316</u>
Average number of full-time employees	2		
Contractual obligations, contingencies, etc.	7		
Related party disclosures	8		

Financial statements 1 January – 31 December

Statement of changes in equity

DKK	Contributed capital	Retained earnings	Total
Equity at 1 January 2020	373,080,000	76,053,562	449,133,562
Transferred over the profit appropriation	0	6,864,293	6,864,293
Equity at 31 December 2020	373,080,000	82,917,855	455,997,855

Financial statements 1 January – 31 December

Notes

1 Accounting policies

The annual report of Gedda Income ApS for 2020 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act with opt-in from higher reporting classes.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates 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, payables and other monetary items denominated in foreign currencies are translated at the exchange rates 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 latest financial statements is recognised in the income statement as financial income or financial expenses.

Income statement

Gross loss

Pursuant to section 32 of the Danish Financial Statements Act, the Company has decided only to disclose gross loss.

Other external costs

Other external costs comprise expenses for administration.

Financial income and expenses

Financial income and expenses comprise interest income and expense and financial income and expense regarding group enterprises.

Tax on profit for the year

The Parent Company is subject to the Danish rules on compulsory joint taxation of the Group's Danish subsidiaries. The subsidiaries are included in the joint taxation from the date when they are included in the consolidated financial statements and up to the date when they are excluded from the consolidation.

The Parent Company is the administrative company for the joint taxation and accordingly settles all payments of corporation tax to the tax authorities.

On payment of joint taxation contributions, current Danish corporation tax is allocated between the jointly taxed entities in proportion to their taxable income. Entities with tax losses receive joint taxation contributions from entities that have used the losses to reduce their own taxable profit.

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Tax for the year comprises current corporation tax for the year and changes in deferred tax, including changes in tax rates. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity.

Balance sheet

Receivables

Receivables are measured at amortised cost.

Write-down is made for bad debt losses where there is an objective indication that a receivable has been impaired. If there is an objective indication that an individual receivable has been impaired, write-down is made on an individual basis.

Write-downs are calculated as the difference between the carrying amount of receivables and the present value of forecast 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 at bank and in hand

Cash at bank and in hand comprise cash at bank.

Corporation tax and deferred tax

Current tax payable and receivable is recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities based on the planned use of the asset or settlement of the liability. However, deferred tax is not recognised on temporary differences relating to goodwill non-deductible for tax purposes and on office premises and other items where the temporary differences arise at the date of acquisition without affecting either profit/loss or taxable income.

Deferred tax assets, including the tax value of tax loss carryforwards, are recognised at the expected value of their utilisation within the foreseeable future; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Any deferred net assets are measured at net realisable value.

Deferred tax is measured in accordance with the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Changes in deferred tax as a result of changes in tax rates are recognised in the income statement or equity, respectively.

Liabilities

Liabilities are measured at net realisable value.

Financial statements 1 January – 31 December

Notes

DKK	<u>2020</u>	<u>2019</u>
2 Average number of full-time employees		
Average number of full-time employees	<u>0</u>	<u>0</u>
3 Financial income		
Interest income from group entities	<u>9,330,706</u>	<u>17,554,052</u>
	<u>9,330,706</u>	<u>17,554,052</u>
4 Financial expenses		
Interest expense to group entities	<u>349,248</u>	<u>2,749</u>
	<u>349,248</u>	<u>2,749</u>
5 Tax on profit for the year		
Current tax for the year	1,973,226	3,858,811
Adjustment of tax concerning previous years	<u>131,689</u>	<u>0</u>
	<u>2,104,915</u>	<u>3,858,811</u>

6 Contributed capital

The contributed capital consists of:

A shares, 80,000 shares of nom. DKK 1 each

B shares, 373,000,000 shares of nom. DKK 1 each

7 Contractual obligations, contingencies, etc.

Joint taxation

The Company participates in a Danish joint taxation arrangement with Kapitalen ApS. According to the joint taxation provisions of the Danish Corporation Tax Act, the Company is therefore liable for income taxes, etc. for the jointly taxed companies.

8 Related party disclosures

Gedda Income ApS' related parties comprise the following:

Control

Gedda Income ApS is part of the consolidated financial statements of Kapitalen ApS, Bryghuspladsen 8, 4. 402, 1473 København K, Denmark, which is the smallest group, in which the Company is included as a subsidiary.

The consolidated financial statements of Kapitalen ApS can be obtained by contacting the Company at the address above.