

## NEPCon Certificering ApS

Søren Frichs Vej 38 K, 1.  
8230  
CVR No. 37298425

## Annual report 2020

The Annual General Meeting adopted the  
annual report on 20.05.2021

**Kent Skovgaard**

Chairman of the General Meeting

# Contents

Entity details	2
Statement by Management	3
Independent auditor's extended review report	4
Management commentary	6
Income statement for 2020	7
Balance sheet at 31.12.2020	8
Statement of changes in equity for 2020	10
Notes	11
Accounting policies	12

# Entity details

## Entity

NEPCon Certificering ApS  
Søren Frichs Vej 38 K, 1.  
8230

CVR No.: 37298425

Date of foundation: 04.12.2015

Registered office: Århus

Financial year: 01.01.2020 - 31.12.2020

## Board of Directors

Peter Feilberg  
Justinas Janulaitis  
Nicolai Andreas Clausen

## Executive Board

Kent Skovgaard

## Auditors

Deloitte Statsautoriseret Revisionspartnerselskab  
Weidekampsgade 6  
2300 Copenhagen S

# Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of NEPCon Certificering 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.

Åbyhøj, 20.05.2020

## Executive Board



**Kent Skovgaard**

## Board of Directors



**Peter Feilberg**

Digitally signed by Peter Feilberg  
DN: cn=Peter Feilberg, c=DK, o=NEPCon  
F.M.B.A. // CVR:18044633  
SN: C=DK; O=NEPCon F.M.B.A. //  
CVR:18044633; CN=Peter Feilberg  
SERIALNUMBER=CVR:18044633-  
RID:38516708  
Location: Copenhagen, Denmark  
Date: 2021.05.24 16:45:21 +02'00'



**Justinas Janulaitis**

Digitally signed by Justinas Janulaitis  
DN: cn=Justinas Janulaitis, c=DK,  
o=NEPCon F.M.B.A. //  
CVR:18044633  
email=janulaitis@nepcon.org  
Date: 2021.05.25 08:47:26 +03'00'



**Nicolai Andreas Clausen**

# Independent auditor's extended review report

**To the shareholders of NEPCon Certificering ApS**

## **Conclusion**

We have performed an extended review of the financial statements of NEPCon Certificering 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.

København, 20.05.2020

#### **Deloitte**

Statsautoriseret Revisionspartnerselskab

CVR No. 33963556



**Susanne Arnfred Møller**

State Authorised Public Accountant

Identification No (MNE) mne24625

# Management commentary

## Primary activities

The principal activities comprise certifications and related business.

## Development in activities and finances

The Company has achieved a loss for the year of DKK 928 ('000) with negative equity of DKK 394 ('000). The management is aware of its responsibility of reestablishing the company's equity and expect to either reestablish the equity either by supplies the coming years or an increase in capital.

The company has a credit facility of DKK 8 million which has been given a guarantee of the parent company.

## 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 2020

	Notes	2020 DKK	2019 DKK
<b>Gross profit/loss</b>		<b>3,022,110</b>	<b>5,285,360</b>
Staff costs	1	(3,913,304)	(3,872,843)
Depreciation, amortisation and impairment losses		(20,548)	(32,761)
<b>Operating profit/loss</b>		<b>(911,742)</b>	<b>1,379,756</b>
Other financial income		(6,031)	(11,117)
Other financial expenses		(11,547)	(32,590)
<b>Profit/loss before tax</b>		<b>(929,320)</b>	<b>1,336,049</b>
Tax on profit/loss for the year	2	817	(105,681)
<b>Profit/loss for the year</b>		<b>(928,503)</b>	<b>1,230,368</b>
<b>Proposed distribution of profit and loss</b>			
Retained earnings		(928,503)	1,230,368
<b>Proposed distribution of profit and loss</b>		<b>(928,503)</b>	<b>1,230,368</b>



# Balance sheet at 31.12.2020

## Assets

	Notes	2020 DKK	2019 DKK
Other fixtures and fittings, tools and equipment		19,752	19,115
<b>Property, plant and equipment</b>	<b>3</b>	<b>19,752</b>	<b>19,115</b>
Receivables from group enterprises		950,633	834,083
Deposits		86,635	102,455
<b>Financial assets</b>		<b>1,037,268</b>	<b>936,538</b>
<b>Fixed assets</b>		<b>1,057,020</b>	<b>955,653</b>
Trade receivables		887,840	1,217,725
Contract work in progress		111,222	35,601
Receivables from group enterprises		438,091	158,975
Deferred tax		13,817	13,000
Prepayments		63,741	20,514
<b>Receivables</b>		<b>1,514,711</b>	<b>1,445,815</b>
<b>Cash</b>		<b>629,105</b>	<b>489,975</b>
<b>Current assets</b>		<b>2,143,816</b>	<b>1,935,790</b>
<b>Assets</b>		<b>3,200,836</b>	<b>2,891,443</b>

**Equity and liabilities**

	<b>Notes</b>	<b>2020 DKK</b>	<b>2019 DKK</b>
Contributed capital		50,000	50,000
Retained earnings		(443,917)	484,586
<b>Equity</b>		<b>(393,917)</b>	<b>534,586</b>
Bank loans		12,434	31,547
Trade payables		18,742	22,034
Payables to group enterprises		1,712,637	1,506,158
Income tax payable		112,681	108,681
Other payables		1,738,259	688,437
<b>Current liabilities other than provisions</b>		<b>3,594,753</b>	<b>2,356,857</b>
<b>Liabilities other than provisions</b>		<b>3,594,753</b>	<b>2,356,857</b>
<b>Equity and liabilities</b>		<b>3,200,836</b>	<b>2,891,443</b>

Contingent liabilities

4

# Statement of changes in equity for 2020

	<b>Contributed capital DKK</b>	<b>Retained earnings DKK</b>	<b>Total DKK</b>
Equity beginning of year	50,000	484,586	534,586
Profit/loss for the year	0	(928,503)	(928,503)
<b>Equity end of year</b>	<b>50,000</b>	<b>(443,917)</b>	<b>(393,917)</b>

# Notes

## 1 Staff costs

	2020 DKK	2019 DKK
Wages and salaries	4,069,589	3,812,752
Other social security costs	19,313	21,192
Other staff costs	(175,598)	38,899
	<b>3,913,304</b>	<b>3,872,843</b>
Number of employees at balance sheet date	9	8

## 2 Tax on profit/loss for the year

	2020 DKK	2019 DKK
Current tax	0	118,681
Change in deferred tax	(817)	(13,000)
	<b>(817)</b>	<b>105,681</b>

## 3 Property, plant and equipment

	Other fixtures and fittings, tools and equipment DKK
Cost beginning of year	94,127
Additions	21,184
Disposals	(71,406)
<b>Cost end of year</b>	<b>43,905</b>
Depreciation and impairment losses beginning of year	(75,006)
Depreciation for the year	(20,548)
Reversal regarding disposals	71,401
<b>Depreciation and impairment losses end of year</b>	<b>(24,153)</b>
<b>Carrying amount end of year</b>	<b>19,752</b>

## 4 Contingent liabilities

The parent company has a claim toward its subsidiary, NEPcon Certificering ApS of DKK 8,000,000.

The company has entered into a rental agreement with a total contingent liability of DKK 95,000.

# 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, changes in inventories of finished goods and work in progress, own work capitalised, other operating income, cost of raw materials and consumables and external expenses.

### Revenue

Net revenue from sale of services is recognised in the Income Statement if supply and risk transfer to purchaser has taken place before the end of the year and if the income can be measured reliably and is expected to be received. Net revenue is recognised exclusive of VAT, duties and less discounts related to the sale.

Delivering of services in connection with the issue of certificates, recognition in net revenue is made as and when the production progresses, the net revenue being equal to the sales value of the work performed for the year (the production method). This method is applied when the total costs and expenses regarding the contract and the degree of completion at the balance sheet date can be reliably assessed, and it is likely that the financial benefits will flow to the company.

### Other external expenses

Other external expenses include cost of sales, administration etc.

**Staff costs**

Staff costs comprise wages and salaries, including holiday pay and pensions and other costs for social security etc. for the company's employees. Repayments from public authorities are deducted from staff costs.

**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**

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 expenses**

Financial income and expenses include interest income and expenses and allowances under the tax-on-account scheme etc. Financial income and expenses are recognised in the income statement by the amounts that relate to the financial year.

**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 plants, fixtures and equipment are measured at cost less accumulated depreciation and impairment losses.

The depreciation base is cost less estimated residual value after end of useful life.

The cost includes the acquisition price and costs incurred directly in connection with the acquisition until the time when the asset is ready to be used.

Straight-line depreciation is provided on the basis of an assessment of the expected useful lives of the assets and their residual value:

Other fixtures and fittings, tools and equipment	3 years
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Profit or loss on disposal of tangible fixed assets is stated as the difference between the sales price less selling costs and the carrying amount at the time of sale. Profit or loss is recognised in the income statement as other operating income or other operating expenses.

**Receivables**

Receivables are measured at amortised cost which usually corresponds to nominal value. The value is reduced by impairment losses to meet expected losses.

**Contract work in progress**

Work in progress on contract is measured at the sales value of the work performed. The sales value is measured on the basis of the degree of completion on the balance sheet date and the total anticipated revenue related to the specific piece of work in progress.

**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.

**Other financial liabilities**

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

**Tax receivable or payable**

Current tax receivable or payable is recognised in the balance sheet, stated as tax computed on this year's taxable income, adjusted for prepaid tax.